

Approved: 03/17/93
Date

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS.

The meeting was called to order by Chairman Rochelle Chronister at 1:30 p.m. on March 10, 1993 in Room 514-S of the Capitol.

All members were present except: Rep. Gary Blumenthal (excused absence)
Rep. Tim Carmody (excused absence)
Rep. Wanda Fuller (excused absence)
Rep. Phil Kline (excused absence)

Committee staff present: Alan Conroy, Legislative Research Department
Pat Mah, Legislative Research Department
Leah Robinson, Legislative Research Department
Carolyn Rampey, Legislative Research Department
Diane Duffey, Legislative Research Department
Jim Wilson, Revisor of Statutes
Jerry Cole, Committee Secretary
Sharon Schwartz, Administrative Assistant

Conferees appearing before the committee:

Laura Howard, Legislative Research Department
Secretary Gary Stotts, Department of Corrections
Warden David McKune, Lansing Correctional Facility
Ted Ayers, Kansas Board of Regents'

Others attending: See attached list

Laura Howard, Legislative Research Department, briefed the committee on the social services contingency fund. (See Attachment 1).

Chairman Chronister opened the hearings on **SB 267** and Mr. Ted Ayers, Kansas Board of Regents', testified in favor of the bill. (See Attachment 2). Rep. Teagarden moved to pass and favorably recommend the bill. Rep. Pottorff seconded and the motion carried.

Secretary Gary Stotts, Department of Corrections, testified in support of **HB 2517**. (See Attachment 3). Warden David McKune, Lansing Correctional Facility, also offered testimony in support of the legislation. (See Attachment 4). Rep. Helgersen made a motion to pass and favorably recommend the bill. Rep. Lowther seconded the motion and it carried.

Subcommittee reports for **SB 39** were then presented. Rep. Pottorff moved to adopt the subcommittee reports for the FY 93 and FY 94 Interstate Cooperation Commission budgets. (See Attachment 5). Rep. Teagarden seconded the motion and it carried. Rep. Pottorff made a motion to adopt the subcommittee reports on the FY 93 and FY 94 budgets for the Legislative Coordinating Council. (See Attachment 6). Rep. Bradley seconded the motion and it carried. Rep. Pottorff made a motion to adopt the subcommittee reports for FY 93 and FY 94 Legislative Research Department budgets. (See Attachment 7). Rep. Teagarden seconded the motion which then carried. Rep. Pottorff moved adoption of the FY 93 and FY 94 subcommittee reports on the Revisor of Statutes budgets. (See Attachment 8). The motion carried, with Rep. Teagarden seconding. Rep. Pottorff made a motion to adopt the subcommittee reports for the Legislative Educational Planning Committee. (See Attachment 9). Rep. Bradley seconded the motion and it carried. Rep. Pottorff presented the subcommittee reports for the FY 93 and FY 94 Legislature budgets. (See Attachment 10 & 10a). Rep. Helgersen moved to include a note in the bill stating the anticipation of a reduction in legislator travel allowances. Rep. Pottorff seconded the motion and it carried. Rep. Pottorff moved to adopt the

CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS, Room 514-S Statehouse, at 1:30 p.m. on March 10, 1993.

subcommittee reports as amended for the FY 93 and FY 94 Legislature budgets. Rep. Minor seconded the motion and it carried. Rep. Pottorff moved adoption of the subcommittee reports for the FY 93 and FY 94 Division of Post Audit's budgets. (See Attachment 11). Rep. Minor seconded the motion which then carried. Rep. Pottorff made a motion to adopt the subcommittee recommendations for the FY 93 and FY 94 Governor's budgets. (See Attachment 12). Rep. Bradley seconded her motion and it carried. Rep. Pottorff moved adoption of the subcommittee recommendations for the FY 93 and FY 94 Lieutenant Governor's budgets. (See Attachment 13). Rep. Minor seconded the motion and it carried. Rep. Jennison made a motion to adopt the subcommittee reports for the FY 93 and FY 94 Attorney General budgets. (See Attachment 14). Rep. Charlton seconded the motion and it carried. Rep. Jennison presented the subcommittee recommendations for the Secretary of State's budgets for FY 93 and FY 94. (See Attachment 15). Rep. Hochhauser made a motion to strike recommendation #2 from the FY 1994 report and her motion was seconded by Rep. Teagarden. After some discussion Rep. Hochhauser withdrew her motion with Rep. Teagarden's concurrence. Rep. Hochhauser then made a motion to strike recommendation #2 from the FY 94 budget and add \$107,500 for the funding of a centralized statewide voter registration database which would take place after the Motor Voter legislation bill became effective. Rep. Teagarden seconded the motion which failed on a vote of 11-8. Rep. Jennison moved to adopt the subcommittee reports for the FY 93 and FY 94 Secretary of State budgets. The motion carried with Rep. Charlton seconding the motion. Rep. Everhart moved to adopt the subcommittee recommendations for the State Treasurer budgets for FY 93 and FY 94. (See Attachment 16). Rep. Charlton seconded the motion and it carried. Rep. Everhart made a motion to adopt the subcommittee reports for the FY 93 and FY 94 Insurance Department budgets. (See Attachment 17). Rep. Jennison seconded the motion and it carried. Rep. Pottorff moved to pass and favorably recommend **SB 39** as it was amended by the committee. Rep. Teagarden seconded the motion and it carried.

Rep. Helgeson moved a bill introduction dealing with the fee structure for the Kansas Commission of Governmental Standards and Conduct. Rep. Heinemann seconded the motion and it carried. Chairman Chronister adjourned the meeting at 2:38 p.m.

The next meeting is scheduled for March 11, 1993.

GUEST LIST

COMMITTEE: HOUSE APPROPRIATIONS

DATE: MAR. 10, 1993

[illegible]

SOCIAL SERVICES CONTINGENCY FUND

Status as of March 10, 1993

BEGINNING BALANCE	\$50,000,000
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Governor's FY 1994 Recommendation: SRS Operating Expenditures	25,000,000
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House Adjustments:

FY 1993:

Community Mental Retardation -- One-time Placement Costs	100,000
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FY 1994:

Larned State Hospital	109,910
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Topeka State Hospital	787,414
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NF-MH Pilot Project	700,000
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Community MR -- One-time Placement Costs	625,500
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Training for Community Mental Retardation	1,000,000
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Transfer to Community MR Provider Guarantee Fund	1,000,000
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Subtotal -- House Adjustments	\$4,322,824
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FY 1994 ENDING BALANCE	\$20,677,176
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The Testimony of

Ted D. Ayres
General Counsel and Director of
Governmental Relations

Kansas Board of Regents

before
THE HOUSE APPROPRIATIONS COMMITTEE
1993 Legislative Session

in re
Senate Bill 267

1:30 p.m.
March 10, 1993
Room 514-S
Kansas Statehouse

ATTACHMENT 2

Chairman Chronister and Members of the Committee:

My name is Ted D. Ayres and I am here representing the Kansas Board of Regents. I appear to offer comments relative to Senate Bill 267 and seek your support relative thereto. I appreciate this opportunity to provide information and share discussion with members of the Committee.

K.S.A. 74-32,107 creates the Teacher Scholarship Program Fund (TSPF) which receives (1) moneys returned because of non-attendance or discontinued attendance and (2) repayments of scholarships plus interest. The commingling of these two types of revenue in a single fund complicates bookkeeping and frustrates attempts to readily identify monies that are available. To eliminate commingling, Senate Bill 267 creates a Teachers' Scholarship Repayment Fund.

This additional fund would simplify bookkeeping for our Student Assistance personnel. Perhaps more significantly, the funds would improve the identification and tracking of moneys which would be available to supplant state general fund appropriations. This would be of great benefit to our office, as well as budget analysts in the Statehouse, trying to determine the amount and sources of program financing for the ensuing budget year.

Your attention and consideration is appreciated. I would be happy to stand for questions.

TED D. AYRES
General Counsel and Director of
Governmental Relations

Testimony by Secretary of Stotts
Kansas Department of Corrections
on HB 2517

House Appropriations Committee
March 10, 1993

House Bill No. 2517 would authorize state agencies to establish an employee use fund to finance programs benefiting employees. The primary sources of revenue to the fund would be profits from vending machines, coffee funds, and other similar functions; gifts; and employee fund raising activities, such as garage sales. For the Department of Corrections, only profits from employee use vending machines will be placed in employee use funds. Other vending machine profits will continue to be deposited in inmate benefits funds. Because vending machine profits are currently being deposited in inmate benefit funds, passage of House Bill No. 2517, at least how it would impact the Department of Corrections, would not have any impact on the State General Fund.

These funds would finance such programs and activities as stress and weight control workshops; cessation of smoking clinics; promotion of good health practices; acquisition of weight training equipment for use by employees; and other employee-related activities. This fund will be similar to the inmate benefit fund currently maintained by the correctional facilities which is used to finance equipment acquisitions and programs which directly benefit the inmate population.

The Lansing Correctional Facility currently maintains an Employee Use Fund. This fund was established before it was determined that this type of fund could not be established under current law. Passage of House Bill No. 2517 would allow the facility to continue the fund.

Testimony by Warden David R. McKune
Lansing Correctional Facility

House Appropriations Committee
March 10, 1993

I am here this afternoon to testify on behalf of HB 2517, which would authorize establishing Employee Use Funds. Essentially, this bill would allow the Director of Accounts and Reports to authorize state agencies to set up an account to be used to the benefit of state employees much like the account we now have titled Inmate Benefit Fund. In fact, that fund is where the idea for this fund came from. Secretary Stotts and the senior management staff developed a mission statement approximately one year ago which provides DOC employees the "why we are here" of our chosen profession. An integral part of this mission statement is the values and principles by which we should conduct our daily lives in order to live up to our mission. One of the four values states:

We believe that our strength and our major resource in achieving our objectives is our staff and that human relationships are the cornerstone of our endeavor.

This fund is one very important method of acknowledging the value of our employees. Patterning after the Inmate Benefit Fund and not knowing that was not authorized, LCF established our own Employee Benefit Fund. The money we targeted for this fund came from garage

sales, fund raisers, and vending machines which were accessible only by staff members (not available to the inmates or their visitors). The money from the vending machines going into the Employee Benefit Fund did not impact the general fund as all profits from all vending machines was previously going into the Inmate Benefit Fund. Employees felt that the profit from their machines should benefit them, not the general inmate population. Since that time we have been able to enact positive programs to directly impact employee morale by demonstrating that we care about their individual needs, interests, capacities, values, and aspirations. Some of the types of projects that this fund have allowed include:

1. Establishing a fitness-work out room
2. Sending flowers to the family on the death of an employee or to the employee on the death of an immediate family member
3. Note cards of cheer to employees when hospitalized
4. Sponsoring an all employee appreciation picnic during National Corrections Employee Week
5. We have purchased small tokens that I send out as recognition for any small task that is note worthy. One of the most frequent criticisms in an organization our size is that we never take the time to pat employees on the back, just to discipline-the squeaky wheel gets the grease.
6. The employee of the month of the month receives a quality pen, lunch, and a framed certificate.
7. It even allows us to send something as simple as a birthday card.

These small items are tokens, something outwardly visible that our employees can hold as daily reminders that we as a large state operation do indeed care about them and believe in their value as individuals.

SUBCOMMITTEE REPORT

Agency: Interstate Cooperation Commission **Bill No. --**

Bill Sec. --

Analyst: Conroy

Analysis Pg. No. 105

Budget Page No. 350

<u>Expenditure Summary</u>	<u>Agency Est. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 209,832	\$ 209,832	\$ --
FTE Positions	0.0	0.0	--

Agency Estimate/Governor's Recommendation

The revised FY 1993 budget estimate for the Interstate Cooperation Commission is \$16,747 less than the amount authorized. The Governor concurs with the agency estimate in FY 1993.

Senate Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendations.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

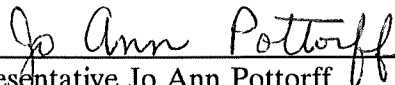
Senate Recommendations

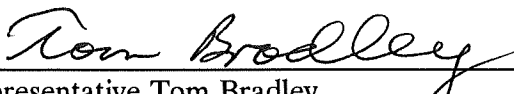
The Senate concurs with the Committee's recommendations.

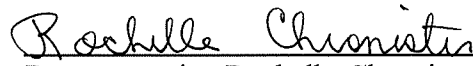
<u>Expenditure Summary</u>	<u>Senate Adj. FY 93</u>	<u>Senate Rec. FY 93</u>	<u>House Sub. Adjustments</u>
State Operations:			
State General Fund	\$ --	\$ 209,832	\$ --
FTE Positions	--	0.0	--

House Subcommittee Recommendations


The Subcommittee concurs with the Senate recommendations.


Representative Jo Ann Pottorff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Interstate Cooperation Commission **Bill No. 39**

Bill Sec. 2

Analyst: Conroy

Analysis Pg. No. 105

Budget Page No. 350

<u>Expenditure Summary</u>	<u>Agency Req. FY 94</u>	<u>Gov. Rec. FY 94</u>	<u>Subcommittee Adjustments</u>
State Operations: State General Fund	\$ 221,158	\$ 221,158	\$ --
FTE Positions	0.0	0.0	--

Agency Request/Governor's Recommendation

The FY 1994 budget request of the Commission is \$11,326 more than the current year revised estimate. The request includes an additional \$5,800 for membership dues and contributions to national organizations and an increase of \$5,526 for per diem compensation and travel expenses. The Governor concurs with the agency request in FY 1994.

Senate Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendations.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

Senate Recommendations

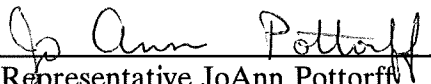
The Senate concurs with the Committee's recommendations.

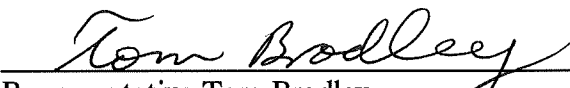
<u>Expenditure Summary</u>	<u>Senate Adj. FY 94</u>	<u>Senate Rec. FY 94</u>	<u>House Subcommittee Adjustments</u>
State Operations: State General Fund	\$ --	\$ 221,158	\$ (65,100)
FTE Positions	--	0.0	--

House Subcommittee Recommendations

The House Subcommittee concurs with the Senate recommendations with the following adjustment:

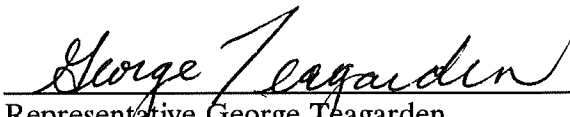
1. Delete \$65,100 (State General Fund) for dues to the Council of State Governments. The Subcommittee notes that the National Council of State Legislatures (NCSL) provides timely and beneficial information to members of the Kansas Legislature and our staff. NCSL also provides the opportunity for Kansas Legislators to interact with Legislators from other states to learn how they are dealing with various state issues. Given the fiscal constraints that Kansas finds itself in, the Subcommittee does not believe that the state can afford to continue membership in both organizations, and therefore recommends that only membership in NCSL be retained.


Representative JoAnn Pottorff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Legislative Coordinating Council **Bill No. --** **Bill Sec. --**
Analyst: Conroy **Analysis Pg. No. 107** **Budget Page No. 420**

<u>Expenditure Summary</u>	<u>Agency Est. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 408,496	\$ 408,496	\$ --
FTE Positions	10.0	10.0	--

Agency Estimate/Governor's Recommendation

The FY 1993 revised budget submitted by the Legislative Coordinating Council (LCC) is \$408,496 or the currently authorized level, including reappropriations. The budget includes \$19,901 for the compensation and expenses associated with Council meetings and \$388,595 for salaries and travel of employees of the Division of Legislative Administrative Services. The Governor concurs with the agency's estimate in the current year.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the Governor's recommendations.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

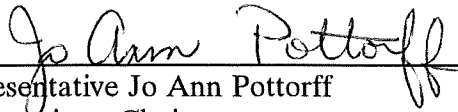
Senate Recommendations

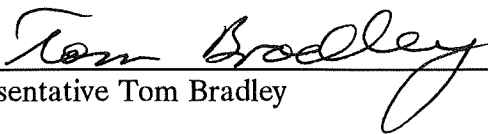
The Senate concurs with the Committee's recommendations.

<u>Expenditure Summary</u>	<u>Senate Adj. FY 93</u>	<u>Senate Rec. FY 93</u>	<u>House Sub. Adjustments</u>
State Operations:			
State General Fund	\$ --	\$ 408,496	\$ --
FTE Positions	--	10.0	--

House Subcommittee Recommendations


The Subcommittee concurs with the Senate recommendations.


Representative Jo Ann Pottorff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Legislative Coordinating Council **Bill No.** 39 **Bill Sec.** 3
Analyst: Conroy **Analysis Pg. No.** 107 **Budget Page No.** 420

<u>Expenditure Summary</u>	<u>Agency Req. FY 94</u>	<u>Gov. Rec. FY 94</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 418,083	\$ 421,533	\$ --
FTE Positions	10.0	10.0	--

Agency Request/Governor's Recommendation

The FY 1994 budget request of the LCC is \$418,083, or an increase of \$9,587 above the FY 1993 revised request. Estimated expenses for LCC meetings are virtually unchanged from the current year estimate. Estimated expenses for the Division of Legislative Administrative Services would increase \$9,569, almost totally for salaries and wages. The Governor's recommendation adds \$3,450 to the budget request. The amount represents a merit salary pool for employees who are not assigned to the basic state pay plan.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the Governor's recommendations with the following observation:

1. The Subcommittee notes that contained with the agency's request, at the direction of the Legislative Coordinating Council, and within the Governor's recommendation is \$3,240 (plus fringe benefits) for longevity pay for eligible employees. The LCC has since the inception of longevity pay provided the payment to eligible employees. However, the Subcommittee observes that the budgets of executive branch agencies do not contain longevity pay for unclassified employees.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.


Senate Recommendations

The Senate concurs with the Committee's recommendations.

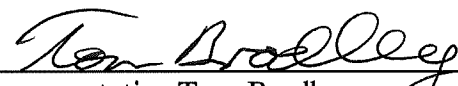
<u>Expenditure Summary</u>	<u>Senate Adj. FY 94</u>	<u>Senate Rec. FY 94</u>	<u>House Sub. Adjustments</u>
State Operations: State General Fund	\$ --	\$ 421,533	\$ --
FTE Positions	--	10.0	--

House Subcommittee Recommendations

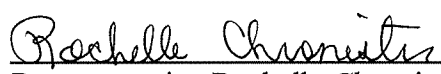
The Subcommittee concurs with the Senate recommendations.



Representative Jo Ann Pottorff
Subcommittee Chair



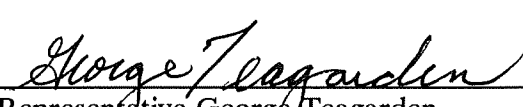
Representative Tom Bradley



Representative Rochelle Chronister



Representative Melvin Minor



Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Legislative Research Department **Bill No. --** **Bill Sec. --**
Analyst: Conroy **Analysis Pg. No. 109** **Budget Page No. 426**

<u>Expenditure Summary</u>	<u>Agency Est. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 1,892,402	\$ 1,892,402	\$ --
FTE Positions	35.3	35.3	--

Agency Estimate/Governor's Recommendation

The FY 1993 revised budget estimate of the Legislative Research Department is \$1,892,402, the currently authorized amount by the 1992 Legislature, including reappropriations but excluding a \$14,850 contingency amount. The Governor concurs with the agency's estimate in the current year.

Senate Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendation.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

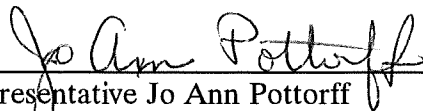
Senate Recommendations

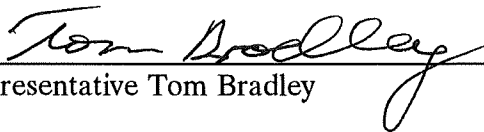
The Senate concurs with the Committee's recommendations.

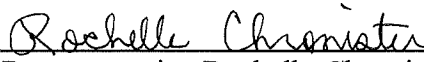
<u>Expenditure Summary</u>	<u>Senate Adj. FY 93</u>	<u>Senate Rec. FY 93</u>	<u>House Sub. Adjustments</u>
State Operations:			
State General Fund	\$ --	\$ 1,892,402	\$ --
FTE Positions	--	35.3	--

House Subcommittee Recommendations

The Subcommittee concurs with the Senate recommendations.


Representative Jo Ann Pottorff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Legislative Research Department **Bill No.** 39 **Bill Sec.** 3
Analyst: Conroy **Analysis Pg. No.** 109 **Budget Page No.** 426

<u>Expenditure Summary</u>	<u>Agency Req. FY 94</u>	<u>Gov. Rec. FY 94</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 1,907,968	\$ 1,915,815	\$ --
FTE Positions	35.3	35.3	--

Agency Request/Governor's Recommendation

The FY 1994 budget request of the Legislative Research Department is \$15,566 greater than the revised agency estimate for FY 1993. Of the increase, \$20,466 is for salaries and benefits of the present 35.3 FTE positions and \$4,100 is for contractual services and commodities, while capital outlay is reduced \$9,000. The Governor's recommendation adds \$7,847 to the budget request. The amount represents a merit salary pool for employees who are not assigned to the basic state pay plan.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the Governor's recommendations with the following observation:

1. The Subcommittee notes that contained with the agency's request, at the direction of the Legislative Coordinating Council (LCC) and within the Governor's recommendation is \$16,080 (plus fringe benefits) for longevity pay for eligible employees. The LCC has since the inception of longevity pay provided the payment to eligible employees. However, the Subcommittee observes that the budgets of executive branch agencies do not contain longevity pay for unclassified employees.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.


Senate Recommendations

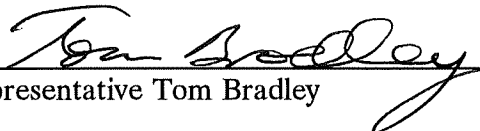
The Senate concurs with the Committee's recommendations.

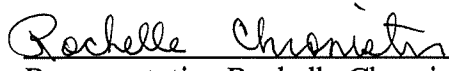
<u>Expenditure Summary</u>	<u>Senate Adj. FY 94</u>	<u>Senate Rec. FY 94</u>	<u>House Sub. Adjustments</u>
State Operations: State General Fund	\$ --	\$ 1,915,815	\$ --
FTE Positions	--	35.3	--

House Subcommittee Recommendations

The Subcommittee concurs with the Senate recommendations.


Representative Jo Ann Pottorff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Revisor of Statutes

Bill No. --

Bill Sec. --

Analyst: Conroy

Analysis Pg. No. 112

Budget Page No. 510

<u>Expenditure Summary</u>	<u>Agency Est. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 2,170,100	\$ 2,170,100	\$ --
FTE Positions	27.3	27.3	--

Agency Estimate/Governor's Recommendation

The revised FY 1993 agency budget estimate is \$221,076 less than authorized by the 1992 Legislature, including the reappropriated amount. The Governor concurs with the agency request in the current year.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the Governor's recommendations.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

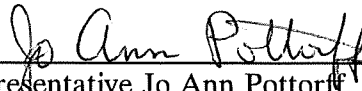
Senate Recommendations

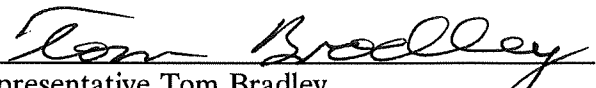
The Senate concurs with the Committee's recommendations.

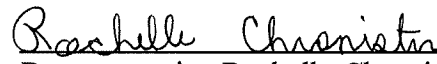
<u>Expenditure Summary</u>	<u>Senate Adj. FY 93</u>	<u>Senate Rec. FY 93</u>	<u>House Sub. Adjustments</u>
State Operations:			
State General Fund	\$ --	\$ 2,170,000	\$ --
FTE Positions	--	27.3	--

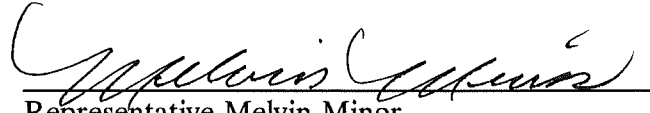
House Subcommittee Recommendations

The Subcommittee concurs with the Senate recommendations.


Representative Jo Ann Pottorff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Revisor of Statutes

Bill No. 39

Bill Sec. 3

Analyst: Conroy

Analysis Pg. No. 112

Budget Page No. 510

<u>Expenditure Summary</u>	<u>Agency Req. FY 94</u>	<u>Gov. Rec. FY 94</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 2,087,844	\$ 2,087,844	\$ 3,847
FTE Positions	27.6	27.6	--

Agency Request/Governor's Recommendation

The FY 1994 budget request of the Revisor of Statutes is \$82,256 less than the revised expenditure estimate for FY 1993. Salaries and wages increase \$58,894, and printing costs (mainly associated with the *Kansas Statutes Annotated*) are estimated to decrease by \$124,246. Nonsalary expenses for computing services decrease \$34,664. All other expenses increase \$17,760. For FY 1994 the Governor concurs with the agency's request.

Senate Subcommittee Recommendations

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

1. The Subcommittee notes that contained with the agency's request, at the direction of the Legislative Coordinating Council (LCC), and within the Governor's recommendation is \$15,880 (plus fringe benefits) for longevity pay for eligible employees. The LCC has since the inception of longevity pay provided the payment to eligible employees. However, the Subcommittee observes that the budgets of executive branch agencies do not contain longevity pay for unclassified employees.
2. Add \$3,847 (State General Fund) for a 2.5 percent merit pool for the two positions whose salary are established by the LCC. The addition is consistent with the Governor's recommendations in the other legislative agencies (except the Legislative Division of Post Audit). The additional funds will provide uniformity for all legislative branch employees.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.


Senate Recommendations

The Senate concurs with the Committee's recommendations.

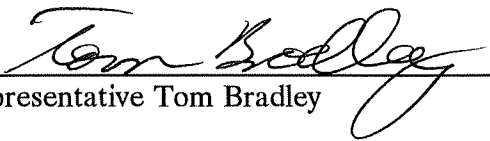
<u>Expenditure Summary</u>	<u>Senate Adj. FY 94</u>	<u>Senate Rec. FY 94</u>	<u>House Sub. Adjustments</u>
State Operations: State General Fund	\$ 3,847	\$ 2,091,691	\$ --
FTE Positions	--	27.6	--

House Subcommittee Recommendations

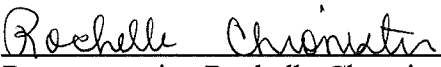
The Subcommittee concurs with the Senate recommendations.



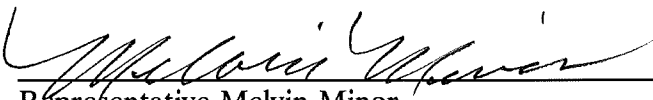
Representative Jo Ann Pottorff
Subcommittee Chair



Representative Tom Bradley



Representative Rochelle Chronister



Representative Melvin Minor



Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Legislative Educational Planning
Committee

Bill No. --

Bill Sec. --

Analyst: Conroy

Analysis Pg. No. 111

Budget Page No. 424

<u>Expenditure Summary</u>	<u>Agency Est. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 33,795	\$ 33,795	\$ --
FTE Positions	0.0	0.0	--

Agency Estimate/Governor's Recommendation

The revised agency estimate of FY 1993 expenditures is \$4,671 less than the amount authorized. The Governor concurs with the agency's revised estimate in FY 1993.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the Governor's recommendations.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

Senate Recommendations


The Senate concurs with the Committee's recommendations.

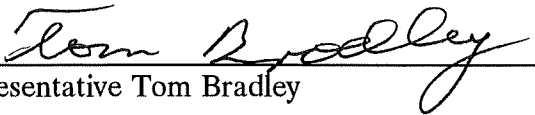
<u>Expenditure Summary</u>	<u>Senate Adj. FY 93</u>	<u>Senate Rec. FY 93</u>	<u>House Sub. Adjustments</u>
State Operations:			
State General Fund	\$ --	\$ 33,795	\$ --
FTE Positions	--	0.0	--

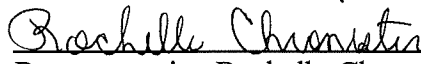
ATTACHMENT 9

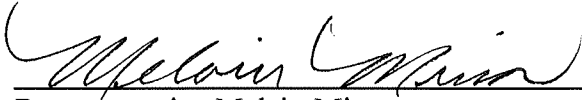
House Subcommittee Recommendations

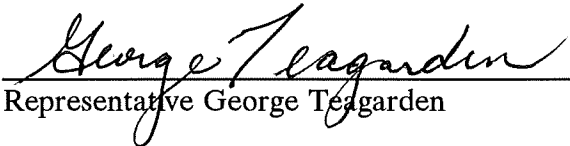
The Subcommittee concurs with the Senate recommendations.


Representative Jo Ann Pottorff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Legislative Educational Planning
Committee

Bill No. 39

Bill Sec. 3

Analyst: Conroy

Analysis Pg. No. 111

Budget Page No. 424

<u>Expenditure Summary</u>	<u>Agency Req. FY 94</u>	<u>Gov. Rec. FY 94</u>	<u>Subcommittee Adjustments</u>
State Operations: State General Fund	\$ 35,644	\$ 35,644	\$ --
FTE Positions	0.0	0.0	--

Agency Request/Governor's Recommendation

The agency's FY 1994 budget request is \$1,849 more than the revised agency estimate for FY 1993. The FY 1994 budget request can be summarized in terms of two broad categories: regular Committee meeting expenses of \$27,134 and expenses for the postsecondary education annual conference of \$8,510. The Governor concurs with the agency's FY 1994 request.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the Governor's recommendations.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

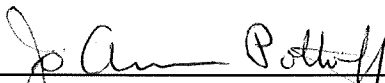
Senate Recommendations

The Senate concurs with the Committee's recommendations.


<u>Expenditure Summary</u>	<u>Senate Adj. FY 94</u>	<u>Senate Rec. FY 94</u>	<u>House Sub. Adjustments</u>
State Operations: State General Fund	\$ --	\$ 35,644	\$ --
FTE Positions	--	0.0	--

House Subcommittee Recommendations

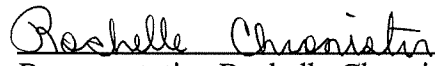
The Subcommittee concurs with the Senate recommendations.



Representative Jo Ann Pottorff
Subcommittee Chair



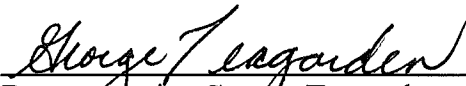
Representative Tom Bradley



Representative Rochelle Chronister



Representative Melvin Minor



Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Legislature

Bill No. --

Bill Sec. --

Analyst: Conroy

Analysis Pg. No. 114

Budget Page No. 428

<u>Expenditure Summary</u>	<u>Agency Est. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
All Funds	\$ 9,540,089	\$ 9,540,089	\$ --
State General Fund	9,504,684	9,504,684	--
FTE Positions	30.0	30.0	--

Agency Estimate/Governor's Recommendation

The FY 1993 budget estimate of \$9,540,089 for the Legislature as submitted with the approval of the Legislative Coordinating Council (LCC) is equal to the amount appropriated by the 1992 Legislature, including the reappropriation. The Governor concurs with the agency's estimate in FY 1993.

Senate Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendations.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

Senate Recommendations

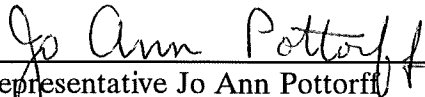
The Senate concurs with the Committee's recommendations.

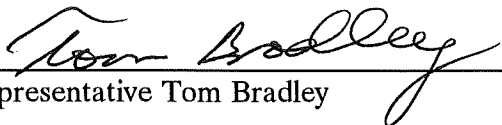
<u>Expenditure Summary</u>	<u>Senate Adj. FY 93</u>	<u>Senate Rec. FY 93</u>	<u>House Sub. Adjustments</u>
State Operations:			
All Funds	\$ --	\$ 9,540,089	\$ --
State General Fund	--	9,504,684	--
FTE Positions	--	30.0	--

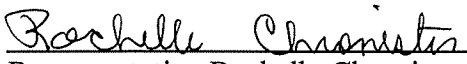
ATTACHMENT 10

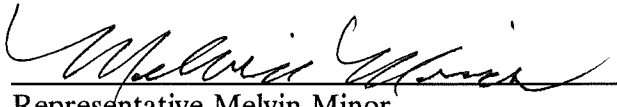
House Subcommittee Recommendations


The Subcommittee concurs with the Senate recommendations.


Representative Jo Ann Pottorff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Legislature

Bill No. 39

Bill Sec. 4

Analyst: Conroy

Analysis Pg. No. 114

Budget Page No. 428

<u>Expenditure Summary</u>	<u>Agency Req. FY 94</u>	<u>Gov. Rec. FY 94</u>	<u>Subcommittee Adjustments</u>
Operating Expenditures:			
All Funds	\$ 9,481,512	\$ 9,536,651	\$ (41,085)
State General Fund	9,147,716	9,202,855	(41,085)
FTE Positions	31.0	31.0	(1.0)

Agency Request/Governor's Recommendation

The FY 1994 budget request for the Legislature as submitted by the Legislative Coordinating Council (LCC) totals \$9,481,512, of which \$9,147,716 is from the State General Fund and \$333,796 is from special revenue funds. The Governor recommends a budget of \$9,536,651 for FY 1994, an increase of \$55,139 of salaries and wages above the requested expenditures. The amount represents a merit pool of 2.5 percent for employees.

Senate Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendations with the following adjustment:

1. Delete \$41,085 and 1.0 FTE position for the Census Data Unit. The deletion of a new Data Analyst position (\$23,465) and temporary help (\$17,620) will still leave a Research Assistant position within the Census Data Unit.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

Senate Recommendations

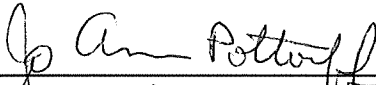
The Senate concurs with the Committee's recommendations.

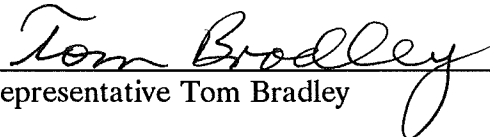
<u>Expenditure Summary</u>	<u>Senate Adj. FY 94</u>	<u>Senate Rec. FY 94</u>	<u>House Subcommittee Adjustments</u>
Operating Expenditures:			
All Funds	\$ (41,085)	\$ 9,495,566	\$ 68,757
State General Fund	(41,085)	9,161,770	68,757
FTE Positions	(1.0)	30.0	--

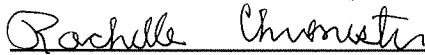
House Subcommittee Recommendations

The House Subcommittee concurs with the recommendations of the Senate with the following adjustment:


1. Add \$68,757 (State General Fund) to acquire 32 microcomputers and software to ensure that every legislative office has a microcomputer. Currently, there are 38 legislative offices that do not have a microcomputer. The Subcommittee learned that six microcomputers are currently unassigned and being stored in the Statehouse basement. The Subcommittee recommends that these six microcomputers be assigned as quickly as possible. Assuming that the six microcomputers are assigned, it will still leave 24 House secretaries serving 60 representatives and eight Senate secretaries who serve eight senators without microcomputers. In the interest of fairness and efficiency the Subcommittee recommends that the funds be added so that every legislative office will have a microcomputer.


Representative Jo Ann Pottorff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

Possible New Computers

DL 3/9/93

HOUSE OF REPRESENTATIVES

115-S	Gatlin Lawrence, D	Penny Yost
155-S	Lynch Petty Ruff	Betty Manning
	Gilbert Goodwin Welshimer	Pat Almlof
156-E	Gregory Gross	Dorothy Reynolds
171-W	Cornfield Myers	Joyce Manning
	Donovan Mayans Scott	Betty Evans
174-W	Bradley Glasscock	Marion Henderson
	Allen Cox Wilk	Nancy Kirkwood
	Mollenkamp Morrison	Jody Wagner
175-W	Benlon Plummer	Mary Shaw
180-W	Boston Freeborn Samuelson	Connie Smith
181-W	Haulmark Lloyd Packer	Ann Deiitcher

182-W	Dawson Robinett	Judy Krase
	Kejr Lowther Tomlinson	Belva Sandmeyer
183-W	Pottorff	Bonnett/Thomas
272-W	Bruns Long Pauls	Cathy Conn
273-W	Edlund Minor Rock	Elizabeth Watson
	Correll Grant Reinhardt	Vernita Mitchell
278-W	Krehbiel McKinney Wiard	Helen Abramson
284-W	Nichols Weinhold Wempe	Carol Luttjohann
426-S	Mays Wagle	Sheila Putnam
431-N	Crabb Mason Vickrey	Lisa Anderson
446-N	Hayzlett Powers	Helen Fisher
448-N	Adkins Kline, Phill	Sue Cypret

SENATE

136-N	Tillotson	Bev Adams
143-N	Emert Hardenburger Papay Tiahrt	Jackie Culley Vickie Harth Pam Schroeder Sally Orr
458-E	Reynolds	Ann Blackhurst
460-E	Steffes	Lois Whaley
462-E	Morris	Carolyn Mossman

SUBCOMMITTEE REPORT

Agency: Division of Post Audit

Bill No. --

Bill Sec. --

Analyst: Conroy

Analysis Pg. No. 116

Budget Page No. 422

<u>Expenditure Summary</u>	<u>Agency Est. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 1,550,334	\$ 1,550,334	\$ --
State General Fund	1,419,772	1,419,772	--
FTE Positions	19.0	19.0	--

Agency Estimate/Governor's Recommendation

The revised agency estimate of FY 1993 expenditures from the State General Fund is \$16,861 less than the amount authorized by the 1992 Legislature, including the reappropriation. Expenditures from the Audit Services Fund are increased \$20,562 from the original estimate. The Governor concurs with the agency's estimate in the current year.

Senate Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendations.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

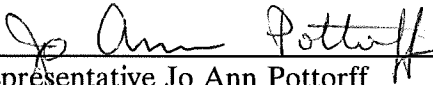
Senate Recommendations

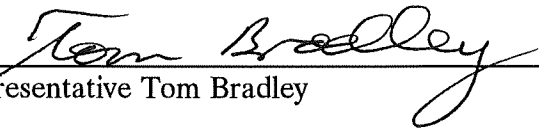
The Senate concurs with the Committee's recommendations.

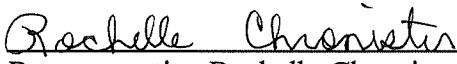
<u>Expenditure Summary</u>	<u>Senate Adj. FY 93</u>	<u>Senate Rec. FY 93</u>	<u>House Sub. Adjustments</u>
State Operations:			
All Funds	\$ --	\$ 1,550,334	\$ --
State General Fund	--	1,419,772	--
FTE Positions	--	19.0	--

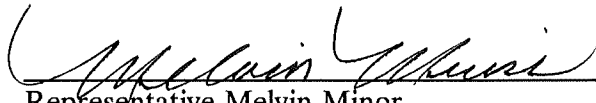
House Subcommittee Recommendations

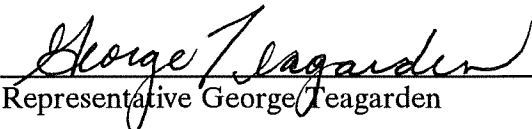
The Subcommittee concurs with the Senate recommendations.


Representative Jo Ann Pottorff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Division of Post Audit

Bill No. 39

Bill Sec. 5

Analyst: Conroy

Analysis Pg. No. 116

Budget Page No. 422

<u>Expenditure Summary</u>	<u>Agency Req. FY 94</u>	<u>Gov. Rec. FY 94</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 1,526,725	\$ 1,526,725	\$ 1,914
State General Fund	1,374,663	1,374,663	1,914
FTE Positions	19.0	19.0	--

Agency Request/Governor's Recommendation

The FY 1994 budget request of the Division of Post Audit is financed by \$1,374,663 from the State General Fund and \$152,062 from the Audit Services Fund. The General Fund request represents an decrease of \$45,109 and financing from the Audit Services Fund increases \$21,500, so that the net requested budget is a reduction of \$23,609. Expenditures for salaries and wages increase \$31,391 with no change in the current 19 FTE positions. Contracted audits are estimated to require \$336,800 in FY 1994, up \$21,500 from the FY 1993 estimate. There is a net decrease of \$76,500 for all other items of expenditure. The Governor concurs with the agency's request for FY 1994.

Senate Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendations with the following adjustments:

1. The Subcommittee notes that contained within the agency's request, at the direction of the Legislative Coordinating Council (LCC) and within the Governor's recommendation is \$8,200 (plus fringe benefits) for longevity pay for eligible employees. The LCC has, since the inception of longevity pay, provided the payment to eligible employees. However, the Subcommittee observes that the budgets of executive branch agencies do not contain longevity pay for unclassified employees.
2. Add \$1,914 (State General Fund) for a 2.5 percent merit pool for the one position whose salary is established by the LCC. The addition is consistent with the Governor's recommendations in the other legislative agencies (except the Revisor of Statutes). The additional funds will provide uniformity for all legislative branch employees.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

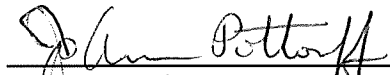
Senate Recommendations

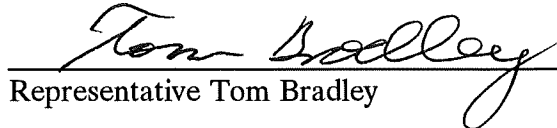
The Senate concurs with the Committee's recommendations.

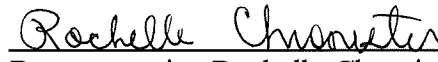
<u>Expenditure Summary</u>	<u>Senate Adj. FY 94</u>	<u>Senate Rec. FY 94</u>	<u>House Sub. Adjustments</u>
State Operations:			
All Funds	\$ 1,914	\$ 1,528,639	\$ --
State General Fund	1,914	1,376,577	--
FTE Positions	--	19.0	--

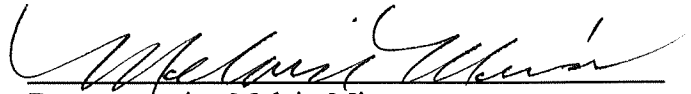
House Subcommittee Recommendations


The Subcommittee concurs with the Senate recommendations.


Representative Jo Ann Pottoff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Governor's Department

Bill No. --

Bill Sec. --

Analyst: Conroy

Analysis Pg. No. 118

Budget Page No. 218

<u>Expenditure Summary</u>	<u>Agency Est. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 1,747,274	\$ 1,875,130	\$ --
State General Fund	1,696,274	1,824,130	--
FTE Positions	32.5	32.5	--

Agency Estimate/Governor's Recommendation

A revised FY 1993 budget estimate is submitted which is financed by \$1,696,274 from the State General Fund and \$51,000 from the Special Revenue Program Fund. The General Fund amount is \$497,165 less than the amount the agency is authorized to spend. The agency estimates that the Kansas Public Employees Retirement System (KPERS) Office of Special Prosecutor will discontinue operations in December, 1992. The Special Prosecutor's office had received funding in the current year of \$347,134 including 4.0 FTE positions, while the revised estimate is \$167,444 or a reduction of \$179,690.

The Governor recommends FY 1993 expenditures of \$1,875,130 or \$127,856 more than the revised estimate. The Governor's recommendation includes \$127,856 for an upgrade of the word processing and information processing system in the Governor's Office. Of the expenditures, \$94,900 would be for the purchase of hardware and software and \$32,956 would be for telecommunications. The Governor's recommendations can be financed within existing expenditure authorizations for the agency and no supplemental funding is required.

Senate Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendations with the following adjustment:

1. The Subcommittee notes the expenditure of \$127,856 in the current year for an upgrade of the word processing and information processing system in the Governor's Office. The Subcommittee recommends that this acquisition be reviewed by the Joint Committee on Computers and Telecommunications.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

ATTACHMENT 12

Senate Recommendations

The Senate concurs with the Committee's recommendations.

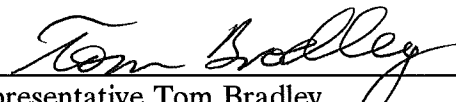
<u>Expenditure Summary</u>	<u>Senate Adj. FY 93</u>	<u>Senate Rec. FY 93</u>	<u>House Sub. Adjustments</u>
State Operations:			
All Funds	\$ --	\$ 1,875,130	\$ --
State General Fund	--	1,824,130	--
FTE Positions	--	32.5	--

House Subcommittee Recommendations

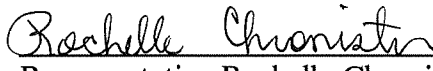
The Subcommittee concurs with the Senate recommendations.



Representative Jo Ann Pottorff
Subcommittee Chair



Representative Tom Bradley



Representative Rochelle Chronister



Representative Melvin Minor



Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Governor's Department

Bill No. 39

Bill Sec. 6

Analyst: Conroy

Analysis Pg. No. 118

Budget Page No. 218

<u>Expenditure Summary</u>	<u>Agency Req. FY 94</u>	<u>Gov. Rec. FY 94</u>	<u>Subcommittee Adjustments</u>
State Operations:			
All Funds	\$ 1,666,290	\$ 1,661,654 *	\$ --
State General Fund	1,615,290	1,610,654 *	--
FTE Positions	27.0	27.0	--

* Reflects Budget Amendment No. 1.

Agency Request/Governor's Recommendation

The FY 1994 budget request of the agency is financed by \$1,615,290 from the State General Fund and \$51,000 from the Special Revenue Program Fund. Expenditures for salaries and wages total \$1,173,259, an increase of \$21,293 or 1.8 percent above the revised FY 1993 estimate. The estimated number of positions financed for FY 1994 is 27.0, 5.5 FTE less than in FY 1993. Four of the reduced FTE positions relate to the closure of the KPERS Special Prosecutor's Office, one is the agricultural liaison position which was added to the agency by the 1992 Legislature, and 0.5 FTE clerical position. The agency does request that the funding for the position be converted to a contractual basis in the budget year. Nonsalary expenses total \$493,031 or \$102,277 less than the agency requested for FY 1993. Special revenue resources of \$51,567 would be available to finance expenditures in excess of those identified in the requested budget.

The Governor recommends expenditures of \$1,663,434 for FY 1994 of which \$1,612,434 is financed from the State General Fund and \$51,000 from the Special Revenue Program Fund. The Governor concurs with the agency's request of financing for 27.0 FTE positions. The Governor recommends \$1,170,403 for salaries and wages, an increase of \$18,437 or 1.6 percent above the FY 1993 recommendation. Additional special revenue sources would be available as in the requested budget. The Governor recommends that a 1.5 percent salary increase to her salary be authorized by appropriation act.

Senate Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendations with the following adjustment:

1. Concur with Budget Amendment No. 1 which makes a technical adjustment to reduce salaries and wages by \$1,780.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

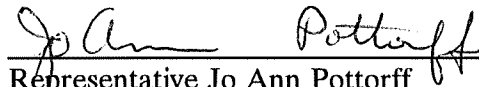
Senate Recommendations

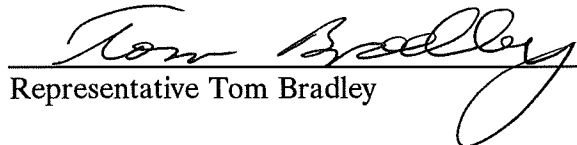
The Senate concurs with the Committee's recommendations.

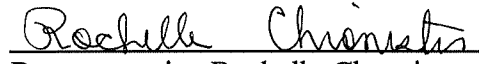
<u>Expenditure Summary</u>	<u>Senate Adj. FY 94</u>	<u>Senate Rec. FY 94</u>	<u>House Sub. Adjustments</u>
State Operations:			
All Funds	\$ --	\$ 1,661,654	\$ --
State General Fund	--	1,610,654	--
FTE Positions	--	27.0	--

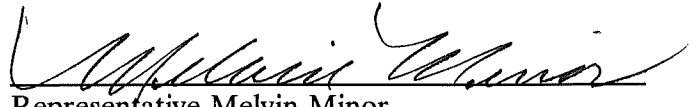
House Subcommittee Recommendations

The Subcommittee concurs with the Senate recommendations.


Representative Jo Ann Pottorff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Lieutenant Governor

Bill No. --

Bill Sec. --

Analyst: Conroy

Analysis Pg. No. 119

Budget Page No. 444

<u>Expenditure Summary</u>	<u>Agency Est. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 99,364	\$ 99,364	\$ --
FTE Positions	3.0	3.0	--

Agency Estimate/Governor's Recommendation

The revised FY 1993 budget estimate is \$4,531 less than the amount authorized by the 1992 Legislature, including the reappropriation. The Governor's concurs with the agency's estimate in FY 1993.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the Governor's recommendations.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

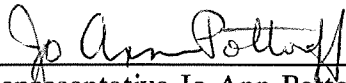
Senate Recommendations

The Senate concurs with the Committee's recommendations.

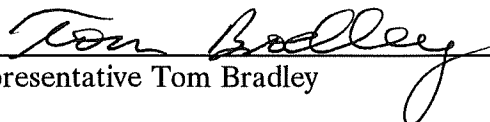
<u>Expenditure Summary</u>	<u>Senate Adj. FY 93</u>	<u>Senate Rec. FY 93</u>	<u>House Sub. Adjustments</u>
State Operations:			
State General Fund	\$ --	\$ 99,364	\$ --
FTE Positions	--	3.0	--

House Subcommittee Recommendations

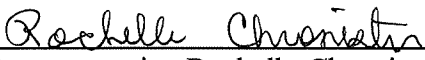
The Subcommittee concurs with the Senate recommendations.



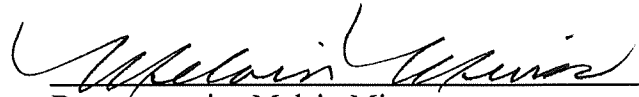
Representative Jo Ann Pottorff
Subcommittee Chair



Representative Tom Bradley



Representative Rochelle Chronister



Representative Melvin Minor



Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Lieutenant Governor

Bill No. 39

Bill Sec. 7

Analyst: Conroy

Analysis Pg. No. 119

Budget Page No. 444

<u>Expenditure Summary</u>	<u>Agency Req. FY 94</u>	<u>Gov. Rec. FY 94</u>	<u>Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 127,100	\$ 106,786	\$ 2,000
FTE Positions	3.0	3.0	--

Agency Request/Governor's Recommendation

The FY 1994 budget request totals \$127,100 of which \$85,200 is for the salaries and benefits of the Lieutenant Governor and two staff positions and \$41,900 is for other operating expenditures, primarily for travel and communications. The Governor recommends FY 1994 expenditures of \$106,786, a reduction of \$20,314 below the agency's request.

Senate Subcommittee Recommendations

The Senate Subcommittee concurs with the Governor's recommendations with the following adjustment.

1. Add \$2,000 for travel and subsistence for the Lieutenant Governor. The additional travel funds will help ensure that adequate sources are available for the Lieutenant Governor to support the activities of the Kansas Cavalry, the Department of Commerce and Housing, and the Board of Agriculture.

Senate Committee Recommendations

The Senate Committee concurs with the Subcommittee's recommendations.

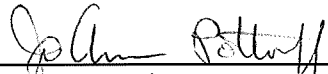
Senate Recommendations

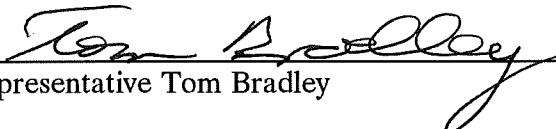
The Senate concurs with the Committee's recommendations.

<u>Expenditure Summary</u>	<u>Senate Adj. FY 94</u>	<u>Senate Rec. FY 94</u>	<u>House Sub. Adjustments</u>
State Operations: State General Fund	\$ 2,000	\$ 108,786	\$ --
FTE Positions	--	3.0	--

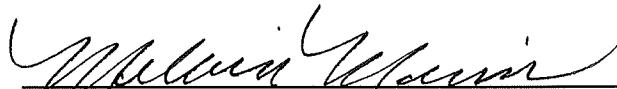
House Subcommittee Recommendations

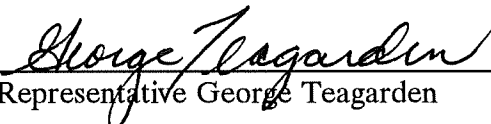
The Subcommittee concurs with the Senate recommendations.


Representative Jo Ann Pottorff
Subcommittee Chair


Representative Tom Bradley


Representative Rochelle Chronister


Representative Melvin Minor


Representative George Teagarden

SUBCOMMITTEE REPORT

Agency: Attorney General

Bill No. --

Bill Sec. --

Analyst: Rampey

Analysis Pg. No. 121

Budget Page No. 86

<u>Expenditure Summary</u>	<u>Agency Est. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 4,150,551	\$ 4,126,962	\$ --
Aid to Local Units	1,077,155	1,077,155	--
Other Assistance	3,559,300	3,559,300	--
Total	<u>\$ 8,787,006</u>	<u>\$ 8,763,417</u>	<u>\$ --</u>
State General Fund:			
State Operations	\$ 3,273,605	\$ 3,264,181	\$ --
FTE Positions	67.0	67.0	--

Agency Estimate/Governor's Recommendation

The Attorney General estimates FY 1993 expenditures of \$8,787,006, of which \$3,273,605 is from the State General Fund (SGF). Included in the SGF amount is a request for a supplemental appropriation of \$249,444 for continued water litigation against the State of Colorado. The requested supplemental appropriation would allow an expenditure in FY 1993 for water litigation of \$572,240.

In addition, an expenditure limitation increase of \$14,838 (from \$209,068 to \$223,906) is sought on the operating expenses portion of the Crime Victims Compensation Fund in order to include the crime victims compensation division in a computer information system upgrade that was undertaken in FY 1992 and will be completed in the current year.

The Governor recommends expenditures of \$8,763,417 in FY 1993, a reduction of \$23,589 in expenditures for state operations, of which \$9,424 is from the SGF. The Governor approves the request for a supplemental appropriation of \$249,444 for water litigation and approves the expenditure limitation increase of \$14,838 on the Crime Victims Compensation Fund.

Senate Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendations, with the following exceptions and comments:

1. The Subcommittee thinks the Attorney General's request to fully fund the water litigation against Colorado should be approved and supports the Governor's recommended supplemental appropriation of \$249,444. However, recent

ATTACHMENT 14

information made available to the Subcommittee indicates that an additional \$91,630 is needed to meet expenses in FY 1993. The Subcommittee believes it is also the Governor's intention that water litigation expenses be funded. Therefore, it asks her to consider the new estimates (which were not available at the time the Governor's budget was prepared) and submit a Governor's Budget Amendment revising the budget to include the additional \$91,630.

2. The Subcommittee recommends that the Attorney General pay the travel expenses of the members of the Child Death Review Board who are not state employees from available resources, including appropriate special revenue funds. Travel expenses for four private members are estimated to be \$1,600.

Senate Committee Recommendation

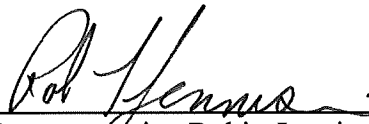
The Senate Committee concurs with the recommendations of the Subcommittee.

Senate Committee of the Whole Recommendation

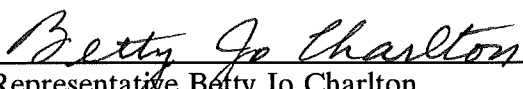
The Senate Committee of the Whole concurs with the Committee.

House Subcommittee Recommendation

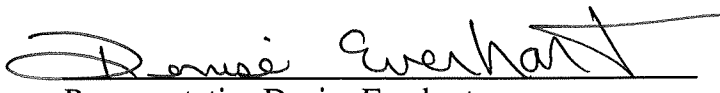
The House Subcommittee concurs with the recommendations of the Senate.



Representative Robin Jennison
Subcommittee Chair



Representative Betty Jo Charlton



Representative Denise Everhart

SUBCOMMITTEE REPORT

Agency: Attorney General

Bill No. 39

Bill Sec. 8

Analyst: Rampey

Analysis Pg. No. 121

Budget Page No. 86

<u>Expenditure Summary</u>	<u>Agency Req. FY 94</u>	<u>Gov. Rec. FY 94</u>	<u>Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 4,101,821	\$ 3,711,947	\$ --
Aid to Local Units	1,094,905	1,094,905	--
Other Assistance	4,093,900	3,737,500	--
Total	<u>\$ 9,290,626</u>	<u>\$ 8,544,352</u>	<u>\$ --</u>
State General Fund:			
State Operations	\$ 3,152,975	\$ 2,832,312	\$ --
FTE Positions	68.0	67.0	--

Agency Request/Governor's Recommendation

The Attorney General requests expenditures of \$9,290,626, of which \$3,152,975 would be from the State General Fund. The amount requested for water litigation in FY 1994 is \$422,000. As this report is being written, the trial has ended and expenditures for the rest of FY 1993 are expected to consist of attorney and expert fees associated with responding to findings and conclusions as the special master begins his work leading to his recommendation to the United States Supreme Court. The special master is expected to make his recommendation early in FY 1994 and then expenditures will be associated with preparing arguments before the Supreme Court. The Court's decision probably will not be reached until FY 1995.

The Attorney General requests one new position in FY 1994, a Special Agent I at a salary of \$21,065 (plus benefits) in the crime victims compensation division.

The Governor recommends expenditures of \$8,544,352 in FY 1994, a reduction of \$746,274 from the Attorney General's request. Of the reduction, \$320,663 is from the SGF. The Governor recommends \$250,000 for water litigation, not \$422,000 as requested. The Governor does not recommend the addition of a new position in the crime victims compensation division.

Senate Subcommittee Recommendations

The Subcommittee concurs with the Governor's recommendations, with the following exceptions and comments:

1. The Subcommittee notes that the Governor's recommendation of \$250,000 for water litigation is \$172,000 less than the \$422,000 that was requested. Because

it is not possible to know with certainty what expenditures will be necessary in FY 1994, the Subcommittee concurs with the Governor at this time and plans to review the progress of the litigation during the 1994 Session. If the FY 1994 appropriation proves to be inadequate, both the Governor and the Legislature can consider additional funding. It is the Subcommittee's opinion that the state should fully fund its expenses connected with the litigation.

2. The Subcommittee recommends that \$2,492 for employee health insurance that was inadvertently left out of the budget and \$5,700 for additional travel expenses for the criminal division be paid from available resources, including appropriate special revenue funds.

Senate Committee Recommendation


The Senate Committee concurs with the recommendations of the Subcommittee.

Senate Committee of the Whole Recommendation

The Senate Committee of the Whole concurs with the Committee.

House Subcommittee Recommendation

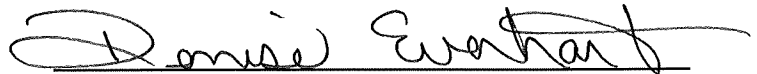
The House Subcommittee concurs with the recommendations of the Senate.



Representative Robin Jennison
Subcommittee Chair



Representative Betty Jo Charlton



Representative Denise Everhart

SUBCOMMITTEE REPORT

Agency: Secretary of State

Bill No. 62

Bill Sec. 4

Analyst: Mah

Analysis Pg. No. 134

Budget Page No. 514

Expenditure Summary	Agency Est. FY 93	Gov. Rec. FY 93	Senate Subcommittee Adjustments
State Operations:			
State General Fund	\$ 1,642,806	\$ 1,639,669	\$ --
Uniform Commercial Code			
Fee Fund	702,788	702,788	--
Other Special Funds	661,116	661,116	--
TOTAL	<u>\$ 3,006,710</u>	<u>\$ 3,003,573</u>	<u>\$ --</u>
FTE Positions	61.0	61.0	--

Agency Estimate/Governor's Recommendation

The agency's current year estimate totals \$3,006,710 for all operating expenditures, which is \$147,217 more than the authorized budget of \$2,859,493. Total estimated financing from the State General Fund is \$1,642,806 and includes a supplemental appropriation of \$45,800 to cover printing costs of the *1992 Session Laws of Kansas*, which exceeded anticipated costs by \$47,397. The agency also requests the supplemental to pay for training of staff (\$3,137). Staff would be trained to use the geography update portion of software on the Legislature's redistricting computer system to meet statutory responsibilities for reviewing and approving precinct boundary changes and for maintaining a file of current election precinct maps. Other funding changes from the authorized budget increase expenditures from the agency's various fee funds, all of which have a "no limit" placed on expenditures from them. Major operating expenditures consist of \$1,789,048 for salaries and wages, \$206,123 for communications, \$561,926 for printing (includes \$128,700 for publishing two resolutions passed by the 1992 Legislature to amend the *Kansas Constitution*), and \$116,979 for capital outlay. The agency plans to begin a two-year contract for purchasing two microfilm reader printers in January of the current year (\$12,300) and to make the final contract payment on an AS 400 that was purchased in January, 1991 (\$101,679).

The Governor's current year recommendation totals \$3,003,573 for all operating expenditures, a reduction of \$3,137 from the agency's revised estimate. Included in the recommendation is a State General Fund supplemental appropriation of \$42,663 to provide for the higher than anticipated costs of printing the *1992 Session Laws of Kansas*. The Governor does not recommend the \$3,137 requested by the agency as a supplemental appropriation to provide for training of staff with regard to using computer software to update maps on the Legislature's redistricting computer system. The Governor concurs with all of the other estimated expenditures by the agency.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the Governor's recommendation.

Senate Committee Recommendation

The Senate Committee concurs with the recommendation of the Subcommittee.

Senate Committee of the Whole Recommendation

The Senate concurs with the recommendation of the Committee.

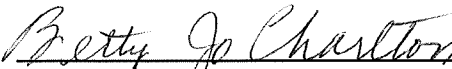
<u>Expenditure Summary</u>	<u>Senate Adj. FY 93</u>	<u>Senate Rec. FY 93</u>	<u>House Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ --	\$ 1,639,669	\$ --
Uniform Commercial Code			
Fee Fund	--	702,788	--
Other Special Funds	--	661,116	--
TOTAL	<u>\$ --</u>	<u>\$ 3,003,573</u>	<u>\$ --</u>
FTE Positions	--	61.0	--

House Subcommittee Recommendation

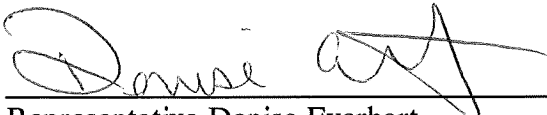
The House Subcommittee concurs with the recommendation of the Senate.



Representative Robin Jennison
Subcommittee Chair



Representative Betty Jo Charlton



Representative Denise Everhart

SUBCOMMITTEE REPORT

Agency: Secretary of State

Bill No. 39

Bill Sec. 9

Analyst: Mah

Analysis Pg. No. 134

Budget Page No. 514

Expenditure Summary	Agency Req. FY 94	Gov. Rec. FY 94	Senate Subcommittee Adjustments
State Operations:			
State General Fund	\$ 1,471,740	\$ 1,439,210	\$ 24,600
Uniform Commercial Code Fee Fund	732,883	734,485	--
Other Special Funds	685,007	685,007	--
TOTAL	<u>\$ 2,889,630</u>	<u>\$ 2,858,702</u>	<u>\$ 24,600</u>
FTE Positions	61.0	61.0	--

Agency Request/Governor's Recommendation

The agency requests a total of \$1,471,740 or 50.9 percent of expenditures from the State General Fund for FY 1994. The two other major sources of funding for the agency's budget are the Uniform Commercial Code Fee Fund (25.4 percent of expenditures) and the Information and Copy Service Fee Fund (14.1 percent of expenditures). A total of \$2,889,630 is requested for all operating expenditures. Higher salary and wage expenditures are requested in FY 1994 to provide for salary increases for staff (unclassified merit pool of 2.6 percent) and to pay for increasing fringe benefit costs. An increase in capital outlay expenditures also is requested to provide \$24,600 for the continued payment of a two-year contract for purchasing two microfilm reader printers and \$140,000 for the purchase of computer software to begin a process of replacement of the current computer software program for the agency's Uniform Commercial Code program. The new software would allow the agency to move toward its long range plan for an optical imaging system.

The Governor's FY 1994 recommendation totals \$2,858,702 for operating expenditures, a reduction of \$30,928 from the agency's request. The recommendation deletes the requested \$24,600 for continued payment on a two-year purchasing contract for two microfilm reader printers. In addition, office supply expenditures are reduced by \$10,858. Included in the recommendation is an increase of \$4,530 for salaries and wages. The increase provides for full-year costs in FY 1994 for the 1.0 percent cost-of-living increase that was approved by the 1992 Legislature. The cost-of-living increase began in the middle of the current year. The Governor also recommends an unclassified merit pool of 2.5 percent and concurs with all other expenditures requested by the agency, including \$140,000 to purchase computer software that will allow the agency to move toward its goal of an optical imaging system.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the Governor's recommendation with the following adjustment and comments:

1. Add \$24,600 from the State General Fund to provide for continued payment on a contract for purchasing two microfilm reader printers. The Governor reduced expenditures for this item from the State General Fund rather than the Information and Copy Service Fee Fund as was proposed by the agency. The Subcommittee's recommendation will allow the agency to shift financing of operating expenditures within its budget so that money from the Information and Copy Service Fee Fund is available to continue paying for the microfilm reader printers.
2. The Subcommittee was told by an official from the Secretary of State's Office that additional funding may be requested in the future in order to provide for training of county election officials. This issue was raised by the official because of a January, 1993 Legislative Post Audit report called "Reviewing Counties' Procedures for Handling Absentee Ballots and for Updating Registration Lists." The official said that Legislative Post Audit found that there was a lack of compliance to state law by county election officials. This Subcommittee encourages the House Appropriations Committee and the committees for election procedures in each house to review the Report. The Subcommittee also asks that these committees make recommendations to respond to concerns raised by the Report, including identifying the obligations of counties and the role of the Secretary of State (supervisor or consultant) with regard to these local election officials.
3. The Subcommittee recommends that the Secretary of State's Office continue to look to financing its operating expenses by charging fees for services provided. The Subcommittee also recommends that the Office evaluate all current fee charges in order to ensure complete recovery of costs for services rendered.

Senate Committee Recommendation

The Senate Committee concurs with the recommendation of the Subcommittee.

Senate Committee of the Whole Recommendation

The Senate concurs with the recommendation of the Committee.

<u>Expenditure Summary</u>	<u>Senate Adj. FY 94</u>	<u>Senate Rec. FY 94</u>	<u>House Subcommittee Adjustments</u>
State Operations:			
State General Fund	\$ 24,600	\$ 1,463,810	\$ 35,078
Uniform Commercial Code			
Fee Fund	--	734,485	--
Other Special Funds	--	685,007	--
TOTAL	<u>\$ 24,600</u>	<u>\$ 2,883,302</u>	<u>\$ 35,078</u>
FTE Positions	--	61.0	--

House Subcommittee Recommendation

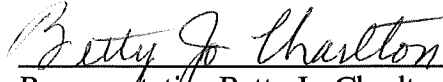
The House Subcommittee concurs with the recommendation of the Senate except for the following adjustments:

1. Add \$35,078 from the State General Fund to provide for a new county election officer education program. As requested by the Senate, the Subcommittee reviewed information from the January, 1993 Legislative Post Audit report called "Reviewing Counties' Procedures for Handling Absentee Ballots and for Updating Registration Lists." (The performance audit report indicates that problems exist because of local election officials' failure to follow state law and lack of guidance provided by the Secretary of State's Office to local election officials.) The Subcommittee was told by the agency that, in response to concerns raised by the Post Audit report, the Secretary of State proposes to use existing staff to begin a new educational program for county election officers. Besides providing training for the county election officers, the intent of the program is to increase the flow of information between the Secretary of State's Office and the local election officials. A representative from the Secretary of State's Office said that the estimated FY 1994 expenditures of \$35,078 for the program will provide for the publication of educational materials as well as for travel by agency staff to conduct training workshops and to attend national and regional election conferences. The Secretary of State's Office plans to make the new program an ongoing one that will be fully implemented before the November, 1994 general election.
2. The Subcommittee recommends the introduction of legislation to repeal a 1990 law (K.S.A. 25-2304) requiring the Secretary of State to establish a centralized statewide voter registration database. An official from the Secretary of State's Office told the Subcommittee that creating a centralized database has been difficult because of the significant number of incompatible computerized formats used by counties to maintain voter registration data. The Subcommittee questions whether the level of public benefit received from having a centralized system is worth the costs. According to the Secretary of State's Office, first year state costs to fully implement the database system will be \$107,500 and annual costs thereafter to the state will be approximately \$5,000. The official from the

Secretary of State's Office said that additional costs will be incurred by counties in order to convert voter registration information to a computerized format which can be used readily to create a statewide database. According to the official, the fiscal impact to some counties may be significant. The Subcommittee believes that the costs to the State General Fund and local units of government are not justified by the benefits received.



Representative Robin Jennison
Subcommittee Chair



Representative Betty Jo Charlton

Representative Denise Everhart

SUBCOMMITTEE REPORT

Agency: State Treasurer

Bill No. --

Bill Sec. --

Analyst: Duffy

Analysis Pg. No. 151

Budget Page No. 582

Expenditure Summary	Agency Est. FY 93	Governor's Rec. FY 93	Senate Comm. Adj.
All Funds:			
State Operations	\$ 2,753,038	\$ 2,753,038	\$ --
Aid to Local Units	83,054,458	83,054,458	42,000
Debt Service	294,759	294,759	--
TOTAL	<u>\$ 86,102,255</u>	<u>\$ 86,102,255</u>	<u>\$ 42,000</u>
State General Fund:			
State Operations	\$ 2,489,532	\$ 2,489,532	\$ --
Aid to Local Units	69,584,458	69,584,458	42,000
TOTAL	<u>\$ 72,073,990</u>	<u>\$ 72,073,990</u>	<u>\$ 42,000</u>
FTE Positions	59.5	59.5	--

Agency Estimate/Governor's Recommendation

Estimated FY 1993 expenditures for state operations of \$2,753,038 reflect two significant additions to the State Treasurer's budget resulting from the passage of legislation during the 1992 Session. First, 1992 S.B. 480 which, among other provisions, established a state-managed investment pool for local units of government, changed significantly the state moneys law pertaining to operating accounts and investment of idle funds; and made the State Treasurer responsible for seeking improvements in cash management in state agencies. To administer the provisions of this legislation, the Legislature approved a total of \$315,937, of which \$225,947 is from the State General Fund, and 5.0 FTE positions. Secondly, legislation transferred the budget of the Pooled Money Investment Board with a budget of \$228,325 (all of which is from the State General Fund) from the Department of Administration to the State Treasurer.

The Governor concurs with the agency's revised estimate for state operations for FY 1993.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the Governor's recommendations with the following adjustment:

1. Based on actual FY 1993 distributions to local units, adjust the Local Ad Valorem Tax Reduction Fund (LAVTRF) to reflect increased expenditures of \$42,000.

Senate Committee Recommendation

The Senate Committee concurs.

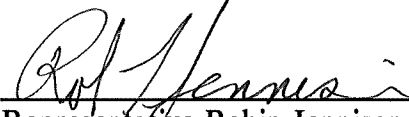
Senate Committee of the Whole Recommendation


The Senate Committee of the Whole concurs.

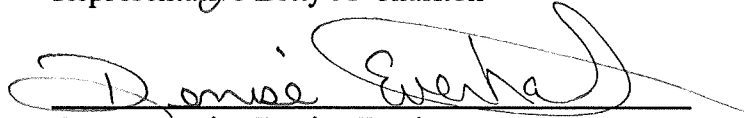
<u>Expenditure Summary</u>	<u>Senate Adj. FY 93</u>	<u>Senate Rec. FY 93</u>	<u>House Sub. Comm. Adj.</u>
All Funds:			
State Operations	\$ --	\$ 2,753,038	\$ --
Aid to Local Units	42,000	83,096,458	--
Debt Service	--	294,759	--
TOTAL	<u>\$ 42,000</u>	<u>\$ 86,144,255</u>	<u>\$ --</u>
State General Fund:			
State Operations	\$ --	\$ --	\$ --
Aid to Local Units	42,000	69,626,458	--
TOTAL	<u>\$ 42,000</u>	<u>\$ 69,626,458</u>	<u>\$ --</u>
FTE Positions	--	59.5	--

House Subcommittee Recommendation

The House Subcommittee concurs with the Senate's recommendation.


Representative Robin Jennison
Subcommittee Chair


Representative Betty Jo Charlton


Representative Denise Everhart

SUBCOMMITTEE REPORT

Agency: State Treasurer

Bill No. 39

Bill Sec. 10

Analyst: Duffy

Analysis Pg. No. 151

Budget Page No. 582

<u>Expenditure Summary</u>	<u>Agency Req. FY 94</u>	<u>Governor's Rec. FY 94*</u>	<u>Senate Comm. Rec. FY 94</u>
All Funds:			
State Operations	\$ 3,365,834	\$ 3,172,669	\$ 20,500
Aid to Local Units	87,794,000	87,794,000	67,000
Debt Service	236,598	236,598	--
TOTAL	<u>\$ 91,396,432</u>	<u>\$ 91,203,267</u>	<u>\$ 87,500</u>
State General Fund:			
State Operations	\$ 3,126,534	\$ 2,788,542	\$ --
Aid to Local Units	74,054,000	74,054,000	67,000
TOTAL	<u>\$ 77,180,534</u>	<u>\$ 76,842,542</u>	<u>\$ 67,000</u>
FTE Positions	59.5	59.5	--

* Includes \$2,393 from the State General Fund for fringe benefits to correct the Governor's recommendation to accurately reflect the Governor's intent.

Agency Request/Governor's Recommendation

State Operations. The agency's requested budget for state operations of \$3,365,834 for FY 1994 is \$612,796 higher than the FY 1993 estimate. The most significant requested change to the budget is reflected in the Treasurer's request to make a direct payment of an estimated \$500,000 (SGF) to the state's designated operating account bank for bank services on a fee for service basis.

The Governor recommends a budget for state operations of \$3,170,276 which is \$417,238 higher than the FY 1993 budget; and includes a line-item appropriation from the State General Fund of \$500,000 for the payment of bank fees.

Local Aid. Under the current distribution formulas and assuming no change in the distribution formula, payments from the LAVTRF and CCRSF are reflected in the following table.

DEMAND TRANSFERS FROM SGF TO LAVTRF AND CCRSF
(in thousands)

<u>Transfer To</u>	<u>Actual FY 1991^a</u>	<u>Actual FY 1992^b</u>	<u>Actual FY 1993^c</u>	<u>Estimate FY 1994</u>
LAVTRF	\$ 37,164	\$ 38,576	\$ 39,324	\$ 42,082
CCRSF	28,351	29,166	30,218	31,905

a) Transfers were reduced (in dollars) by 1.75 percent per 1990 S.B. 799.

b) Transfers were reduced (in dollars) by 1.0 percent, pursuant to the Governor's recommendation to the State Finance Council on August 23, 1991.

c) Reflects a 3 percent reduction per 1992 Sub. H.B. 3215.

NOTE: The FY 1994 CCRSF figure is actual and the LAVTRF figure is based upon the consensus estimate of sales and compensating use taxes as spread by month by the Kansas Legislative Research Department.

The Governor's budget includes the estimates made on the basis of the November, 1992 consensus estimates -- \$39,366,000 for the LAVTRF in FY 1993 and \$42,082,000 in FY 1994; and \$31,972,000 for the CCRSF in FY 1994.

Senate Subcommittee Recommendations

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

1. Add \$10,500 from the State General Fund for professional services related to performing market valuations on securities held for collateral. Current law requires that all securities be valued on a regular basis. The Treasurer requested the additional funding in order to permit the municipal bond portion of the collateral pool to be priced on a quarterly basis.
2. Add \$10,000 from the State General Fund for travel and training expenses. The Governor's FY 1994 recommendation of \$23,487 is \$3,558 less than the amount recommended for FY 1993. The Subcommittee recommends restoration of funding to bring travel to the FY 1993 level and an additional \$6,442 for travel and training expenses associated with the new Municipal Investment Pool and the expanded investment authority authorized by the 1992 Legislature.
3. Increase expenditures from the Services Reimbursement Fund by \$20,500 and decrease expenditures from the State General Fund by this same amount. The 1992 Legislature created the Services Reimbursement Fund and transferred funds from KDOT's Highway Bond Debt Service Fund to the Services Reimbursement Fund to finance costs of the State Treasurer's office associated with the investment of bond proceeds from the Comprehensive Highway Program. The Subcommittee learned that the State Treasurer's office is heavily involved with

investing and managing these funds and believes that the increased transfer is warranted. The Governor inadvertently omitted the transfer language in the appropriation bill; therefore, the Subcommittee recommends inserting the language and increasing the transfer by \$20,500 for a total transfer of \$113,327.

4. The Subcommittee concurs with the Budget Director's request to add \$2,393 from the State General Fund for group health insurance which was inadvertently omitted from the Governor's recommendation.
5. Based on actual sales and use tax receipts for calendar year 1992, increase expenditures by \$67,000 from the City and County Revenue Sharing Fund.
6. Strike three lines from the appropriation bill (1993 S.B. 39) relating to the defeasance of several bond issues at the University of Kansas which are no longer necessary because the bond issues were retired.
7. The State Treasurer requested and the Governor recommended including \$500,000 from the State General Fund in a separate line-item in the State Treasurer's appropriation to compensate the state's operating account bank on a direct fee for service basis. Previously, compensating balances were used as the method for reimbursing the operating account bank for services rendered. The Subcommittee commends the State Treasurer for including this item in her budget and believes that the State will benefit by investing its own funds and paying fees for the bank services it utilizes.
8. Introduce legislation to replace the existing Disposition of Unclaimed Property Act (K.S.A. 58-3901 *et seq.*) which is based upon a 1966 uniform code with a new Act which would be based upon the most recent uniform code.

Senate Committee Recommendation

The Senate Committee concurs with the Subcommittee with the following exception:

1. Because the Committee is uncertain as to whether paying bank fees on a fee for service basis will produce an actual benefit to the State of Kansas, the Committee strikes the last sentence of item 7 from the report.

Senate Committee of the Whole Recommendation

The Senate Committee of the Whole concurs with the Senate Committee's recommendation.

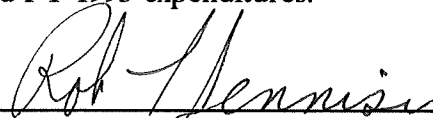
<u>Expenditure Summary</u>	<u>Senate Adj. FY 94</u>	<u>Senate Rec. FY 94*</u>	<u>House Sub. Adjustments</u>
All Funds:			
State Operations	\$ 20,500	\$ 3,193,169	\$ 10,000
Aid to Local Units	67,000	87,861,000	--
Debt Service	--	236,598	--
TOTAL	<u>\$ 87,500</u>	<u>\$ 91,290,767</u>	<u>\$ 10,000</u>
State General Fund:			
State Operations	\$ --	\$ 2,788,542	\$ 10,000
Aid to Local Units	67,000	74,121,000	--
TOTAL	<u>\$ 67,000</u>	<u>\$ 76,909,542</u>	<u>\$ 10,000</u>
FTE Positions	--	59.5	--

* Includes Budget Amendment No. 1 of \$2,393 from the State General Fund for fringe benefits to correct the Governor's recommendation.

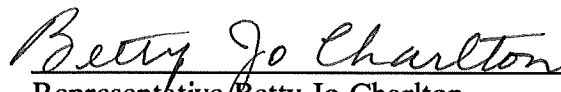
House Subcommittee Recommendation

The House Subcommittee concurs with the Senate with the following adjustments:

1. Add \$5,000 from the State General Fund for communications for a total of \$123,907 which is \$5,347 less than estimated FY 1993 expenditures.
2. Add \$5,000 from the State General Fund for commodities, for a total of \$40,219 which is \$6,050 less than the estimated FY 1993 expenditures.



Representative Robin Jennison
Subcommittee Chair



Representative Betty Jo Charlton



Representative Denise Everhart

SUBCOMMITTEE REPORT

Agency: Insurance Department

Bill No. --

Bill Sec. --

Analyst: Robinson

Analysis Pg. No. 142

Budget Page No. 332

<u>Expenditure Summary</u>	<u>Agency Est. FY 93</u>	<u>Gov. Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 13,296,213	\$ 13,212,973	\$ --
Local Aid	3,741,801	3,741,801	--
Other Assistance	60,117,018	60,117,018	--
Capital Improvements	72,000	72,000	--
TOTAL	<u>\$ 77,227,032</u>	<u>\$ 77,143,792</u>	<u>\$ --</u>
FTE Positions	164.2	164.2	--

Agency Estimate/Governor's Recommendation

The agency estimates FY 1993 expenditures of \$77,227,032, a net increase of \$8,062,755 over the amount approved. Most of the increase is from higher than anticipated payments from the Workers' Compensation Fund and the Health Care Stabilization Fund. FY 1993 is the first year of the agency's fee fund status. The majority of the agency's operating budget is financed through the Insurance Department Service Regulation Fund, created by 1992 House Bill No. 3169. The agency no longer receives a State General Fund appropriation for the insurance company regulation program. State operations expenditures are estimated at \$13,296,213.

The Governor recommends expenditures of \$77,143,792 in FY 1993, including \$13,212,973 for state operations. The Governor's recommendation is a reduction of \$83,240 (all in state operations) from the agency estimate.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendation of the Governor.

The status of the Insurance Department Service Regulation Fund, based on the recommendations of the Subcommittee, is as follows:

<u>Resource Estimate</u>	<u>Actual FY 92</u>	<u>Agency Est. FY 93</u>
Beginning Balance	\$ --	\$ 2,256,585
Net Receipts	2,256,585	5,145,791
Total Funds Available	<u>\$ 2,256,585</u>	<u>\$ 7,402,376</u>
Less: Expenditures	--	5,137,065
Ending Balance	<u><u>\$ 2,256,585</u></u>	<u><u>\$ 2,265,311</u></u>

Senate Committee Recommendation

Concur.

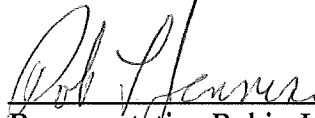
Senate Committee of the Whole Recommendation

Concur.

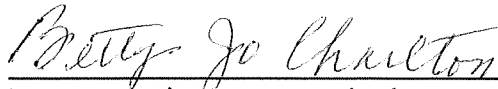
<u>Expenditure Summary</u>	<u>Senate Adj. FY 93</u>	<u>Senate Rec. FY 93</u>	<u>Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ --	\$ 13,212,973	\$ --
Local Aid	--	3,741,801	--
Other Assistance	--	60,117,018	--
Capital Improvements	--	72,000	--
TOTAL	<u><u>\$ --</u></u>	<u><u>\$ 77,143,792</u></u>	<u><u>\$ --</u></u>
FTE Positions	--	164.2	--

House Subcommittee Recommendation

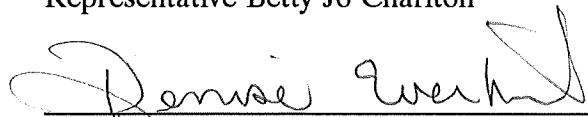
The House Subcommittee concurs with the recommendations of the Senate.



Representative Robin Jennison
Subcommittee Chair



Representative Betty Jo Charlton



Representative Denise Everhart

SUBCOMMITTEE REPORT

Agency: Insurance Department

Bill No. 39

Bill Sec. 11

Analyst: Robinson

Analysis Pg. No. 142

Budget Page No. 332

<u>Expenditure Summary</u>	<u>Agency Req. FY 94</u>	<u>Gov. Rec. FY 94</u>	<u>Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 15,006,775	\$ 14,718,395	\$ 144,099
Local Aid	3,777,086	3,777,086	--
Other Assistance	61,025,265	61,025,265	--
Capital Improvements	99,585	99,825	--
TOTAL	<u>\$ 79,908,711</u>	<u>\$ 79,620,571</u>	<u>\$ 144,099</u>
FTE Positions	174.2	168.2	4.0

Agency Request/Governor's Recommendation

For FY 1994, the agency requests expenditures of \$79,908,711, an increase of \$2,681,679 from the revised FY 1993 estimate. The agency requests funding for 174.2 FTE positions, an increase of 10.0 FTE above those currently authorized. State operations expenditures of \$15,006,775 are requested for FY 1994.

The Governor recommends total FY 1994 expenditures of \$79,620,571, a reduction of \$288,140 from the agency's request. The reduction is entirely in state operations. The Governor's recommendation includes funding for 168.2 FTE positions, an increase of 4.0 FTE positions over those currently approved, and a reduction of 6.0 from the agency request.

Senate Subcommittee Recommendation

The Senate Subcommittee concurs with the recommendations of the Governor, with the following adjustments:

1. Increase the expenditure limitation on the Insurance Department Service Regulation Fund by \$144,099 and increase the position limitation by 4.0 FTE, to a total of 172.2. The recommendation includes \$110,120 in salaries and wages, and \$33,979 in other operating expenditures. The Subcommittee makes no specific recommendation as to the specific position titles but recommends that the agency have the flexibility to add up to 4.0 FTE positions which would be the most necessary to adequately perform Department functions. There is sufficient funding included in the recommendation to allow the Department to add 4.0 Policy Examiner positions to review rate and form filings.

Generally, under Kansas law, insurance companies must file proposed policy forms and rates with the Insurance Department prior to using them. Any form or rate which is not specifically disapproved by the Commissioner within 30 days is "deemed" approved. During FY 1992, the Department approved or disapproved 82,580 policy forms and rates, while 20,532 were deemed approved. Of the forms which were actually reviewed 34,780, or 42 percent, were disapproved. The Department requested a total of 7.0 new Policy Examiner positions and 2.0 clerical positions. The Governor recommends 3.0 new positions, 2.0 Policy Examiner positions, and 1.0 clerical positions.

Funding for the new positions and other operating expenditures, which would allow for the acquisition of additional office space and capital outlay for the positions, is entirely from the Insurance Department Service Regulation Fund. The Subcommittee has determined that the balances in that fund are more than adequate to fund the recommended increases.

The status of the Insurance Department Service Regulation Fund, based on the recommendations of the Subcommittee, is as follows:

Resource Estimate	Actual FY 92	Estimated FY 93	Estimated FY 1994
Beginning Balance	\$ --	\$ 2,256,585	\$ 2,265,311
Net Receipts	2,256,585	5,145,791	5,685,824
Total Funds Available	\$ 2,256,585	\$ 7,402,376	\$ 7,951,135
Less: Expenditures	--	5,137,065	5,589,481
Ending Balance	\$ 2,256,585	\$ 2,265,311	\$ 2,361,654

2. The Subcommittee notes the Governor's recommendation that the \$4.0 million demand transfer from the State General Fund to the Workers' Compensation Fund not take place. In both FY 1992 and FY 1993, the demand transfer has been made on July 1, and a corresponding transfer has been made from the Workers' Compensation Fund back to the State General Fund on November 1. That action has provided the agency with cash flow needed due to the timing of collection of the assessments. The Department informed the Subcommittee that there were currently adequate moneys in the Workers' Compensation Fund to provide sufficient cash flow between July and November of FY 1994 without the State General Fund demand transfer. For that reason, the Subcommittee recommends the introduction of legislation to permanently eliminate the State General Fund demand transfer to the Workers' Compensation Fund.

Senate Committee Recommendation

Concur.

Senate Committee of the Whole Recommendation

Concur.

<u>Expenditure Summary</u>	<u>Senate Adj. FY 94</u>	<u>Senate Rec. FY 94</u>	<u>Subcommittee Adjustments</u>
All Funds:			
State Operations	\$ 144,099	\$ 14,862,494	\$ (66,419)
Local Aid	--	3,777,086	--
Other Assistance	--	61,025,265	--
Capital Improvements	--	99,825	--
TOTAL	<u>\$ 144,099</u>	<u>\$ 79,764,670</u>	<u>\$ (66,419)</u>
FTE Positions	4.0	172.2	(2.0)


House Subcommittee Recommendation

The House Subcommittee concurs with the recommendation of the Senate with the following adjustment:

1. Reduce the expenditure limitation on the Insurance Department Service Regulation Fund by \$66,419 (\$55,060 in salaries and wages and \$11,359 in other operating expenditures) and reduce the agency's position limitation by 2.0 FTE positions. The Subcommittee notes that the Governor recommended a total of 3.0 new FTE positions in the Insurance Company Regulation program, and that the Senate added an additional 4.0 FTE positions. The House Subcommittee believes that 5.0 new positions would be sufficient to allow the Department to make substantial progress on rate and policy filings.

The status of the fee fund, based on the recommendations of the House Subcommittee is as follows:

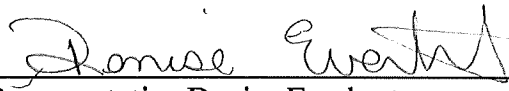
<u>Resource Estimate</u>	<u>Actual FY 92</u>	<u>Estimated FY 93</u>	<u>Estimated FY 1994</u>
Beginning Balance	\$ --	\$ 2,256,585	\$ 2,265,311
Net Receipts	2,256,585	5,145,791	5,685,824
Total Funds Available	<u>\$ 2,256,585</u>	<u>\$ 7,402,376</u>	<u>\$ 7,951,135</u>
Less: Expenditures	--	5,137,065	5,523,062
Ending Balance	<u>\$ 2,256,585</u>	<u>\$ 2,265,311</u>	<u>\$ 2,428,073</u>



Representative Robin Jennison
Subcommittee Chair



Representative Betty Jo Charlton



Representative Denise Everhart

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