

Approved: February 10, 1994
Date

MINUTES OF THE SENATE COMMITTEE ON WAYS AND MEANS.

The meeting was called to order by Chairperson August Bogina at 11:00 a.m. on February 4, 1994 in Room 123-S of the Capitol.

All members were present except: Senator Rock

Committee staff present: Diane Duffy, Legislative Research Department
Scott Rothe, Legislative Research Department
Judy Bromich, Administrative Assistant
Ronda Miller, Committee Secretary

Conferees appearing before the committee:

Others attending: See attached list

SUBCOMMITTEE REPORT ON REGENTS SYSTEMWIDE ISSUES

Chairman Bogina reviewed the FY 94 subcommittee report Attachment 1). In answer to a question regarding funding for utilities, the Chairman stated that the subcommittee recommends funding the amount of actual costs of utilities. Later year to date costs will be available to the second House and can be used for appropriations.

In answer to Senator Moran, the Chairman stated that each university's estimated budget is fully funded. In the case of tuition shortfall, the total was not generated through fees and the shortfall had to be funded from supplemental state general funds. In the case of fee release, fees generated were in excess of the estimated budgets. He stated that the appropriations made last year could have been adjusted if an increased enrollment had been anticipated. He reiterated that following FY 94 fee releases will not be approved.

It was moved by Senator Kerr and seconded by Senator Salisbury that the FY 94 subcommittee report be approved. The motion carried on a voice vote.

Chairman Bogina distributed copies of the FY 95 subcommittee report on Regents' systemwide issues which he reviewed for the Committee (Attachment 2).

The Chairman explained that "corridors" (Attachment 2-4) was a mechanism used to address marginal costs at the universities as enrollment fluctuates. The marginal cost for each new student is lower than the average cost per student. As enrollment increases, universities should be able to absorb some of the costs; and as enrollment decreases, the marginal savings resulting from each lost student would be less than the average cost per student. He pointed out that the subcommittee's recommendation was to adopt the old corridors for increased enrollment and to adopt the Regents' proposal for decreased enrollment.

The Chairman informed the Committee that the Senate subcommittee's recommendation regarding faculty salary enhancements was above the Regents' request (item 11 of Attachment 2-7).

In discussing library enhancements (item 12), it was stated that the \$775,900 would allow interim connection among the universities. The Governor did not recommend library enhancements.

There was discussion regarding the subcommittee's recommendation that the position limitation be removed for positions funded by restricted use funds (item 15). Senator Vancrum expressed his desire to treat all agencies consistently. It was moved by Senator Vancrum and seconded by Senator Kerr that item 15 of the FY 95 subcommittee report be amended to request that subcommittees assigned to the individual institutions review the requests for additional FTE positions supported by restricted use funds. The subcommittees

CONTINUATION SHEET

MINUTES OF THE SENATE COMMITTEE ON WAYS AND MEANS, Room 123-S Statehouse, at 11:00 a.m. on February 4, 1994.

should ascertain whether the positions are classified or unclassified and, if possible, the type of restricted use funds that would support the requested restricted use positions. The motion carried on a voice vote.

Senator Kerr distributed information supplied by the Kansas Board of Regents and reviewed a table that ranked Kansas' level of appropriations for higher education (Attachment 3). He stated that he did not understand why faculty salaries at Kansas institutions is reported to be underfunded given the level of state appropriations compared to other states. It was moved by Senator Kerr and seconded by Senator Vancrum that item 11 of the FY 95 subcommittee report be amended incorporating Attachment 3 and by requesting that the Legislative Coordinating Council allocate funds for an independent study to determine why state appropriations are not results in university budgets that are competitive with peers and other institutions, particularly in the area of faculty salaries. The motion carried on a voice vote.

Senator Karr moved and Senator Kerr seconded that the amended FY 95 subcommittee report be adopted. The motion carried on a voice vote.

The meeting was adjourned at 11:55 A.M.

The next meeting is scheduled for February 8, 1994.

GUEST LIST

COMMITTEE: SENATE WAYS AND MEANS

DATE: Feb. 4, 1994

[illegible]

**REPORT OF THE SENATE SUBCOMMITTEE ON REGENTS SYSTEMWIDE ISSUES
FY 1994**

Expenditure	Agency Est. FY 94	Governor's Rec. FY 94	Senate Sub. Systemwide Adj. FY 94
Operating Expenditures:			
State General Fund	\$ 411,969,414	\$ 413,559,224	\$ --
General Fees Fund	153,954,615	152,348,761	115,537
Hospital Revenue Fund	122,198,272	122,152,300	--
Federal Land Grant Funds	7,485,230	7,485,230	--
Other Funds	4,200,106	4,200,106	--
Subtotal General Use	\$ 699,807,637	\$ 699,745,621	\$ 115,537
Restricted Use Funds*	\$ 340,634,370	\$ 340,633,219	--
TOTAL -- Operating Expenditures	\$ 1,040,442,007	\$ 1,040,378,840	\$ 115,537
FTE Positions:			
Classified	7,980.0	7,962.3	--
Unclassified	9,718.0	9,709.2	--
TOTAL	<u>17,698.0</u>	<u>17,671.5</u>	--

FY 1994 -- Current Year

The Regents request a systemwide operating budget of \$1.0 billion, of which \$699.8 million are general use expenditures. The general use revised request submitted by the Regents reflects a 5.2 percent increase over actual FY 1993 general use expenditures, including a 2.4 percent increase in the State General Fund.

For FY 1994, the Governor recommends total general use expenditures only slightly less (\$62,016) than the Regents estimated.

The Senate Subcommittee on Regents systemwide issues makes the following recommendations:

**1. Retirement Reductions Per 1993 H.B. 2211
(Systemwide Summary page 548)**

The Senate Subcommittee concurs with retirement reductions in the Regents system resulting from 1993 H.B. 2211, but requests that the individual subcommittees review the impact of these reductions on the institutions.

SWAM
February 4, 1994
Attachment 1

2. Fee Release -- Increased Expenditures
(Systemwide Summary pages 548-549)
(Regents Funding Issues pages 14-19)

As a result of higher than expected student headcount enrollment for the fall semester of 1993, tuition receipts credited to the General Fees Funds at Emporia, Fort Hays and Pittsburg state universities were greater than the expenditure limitations set on those funds by the 1993 Legislature. Since FY 1987 the Legislature has released 75 percent of the additional unanticipated general fees to the institutions to meet expenses associated with additional students. The fee release is a one-time expenditure and is not built into the base budget of the institutions. For the current year the Regents requested the authority to expend 100 percent of these increased receipts by increasing the expenditure limitations on the General Fees Funds by \$72,928 at Emporia, \$84,672 at Fort Hays, and \$73,474 at Pittsburg. The Governor does not recommend the release of fees.

For FY 1994 the Senate Subcommittee recommends the release of 50 percent of the fees, including \$36,464 at Emporia, \$42,336 at Fort Hays and \$36,737 at Pittsburg. Following a review of the revised enrollment adjustment formula for FY 1995 which reduces from two years to one year the time lag between the occurrence of the enrollment change and the receipt of additional funding, the Subcommittee believes the justification for the fee release may no longer be valid. Given the change in the enrollment adjustment, the Senate Subcommittee does not intend to approve fee releases following FY 1994.

3. Tuition Shortfall
(Systemwide Summary page 549)

The Senate Subcommittee concurs with the Governor's recommendation for supplemental financing from the State General Fund for KU (\$408,997) and KSU (\$1,196,858) due to an estimated shortfall in tuition receipts. The requested increase in financing from the State General Fund and decrease in financing from the General Fees Funds (tuition) is necessary to fund the operating budgets approved by the 1993 Legislature.

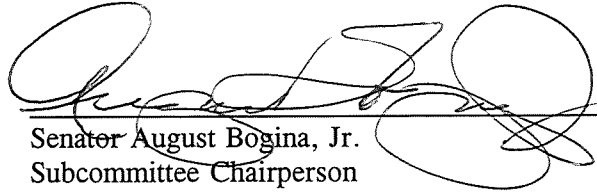
4. FY 1994 Utility Adjustments
(Systemwide Summary pages 552-553)

The Senate Subcommittee concurs with past legislative practice to provide a separate line item appropriation to each university for utilities and to review utility expenditures during the current year to make any necessary adjustments to the approved budget as well as the utility budget for the budget year. However, the Subcommittee recommends that an interim committee study the concept of a funding incentive that would encourage energy conservation efforts at the institutions. The Subcommittee recommends that utility expenditures and the potential for savings or supplementation based upon year to date expenditures be reviewed during second house review.

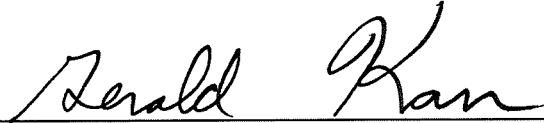
Regents Institutions -- Utilities

<u>Institution</u>	<u>Actual FY 1993</u>	<u>Gov. Rec. FY 1994</u>	<u>Sen. Subcom. Rec. FY 1994</u>
KU	\$ 5,571,055	\$ 5,478,585	\$ 5,478,585
KUMC - Education	5,040,010	4,955,672	4,955,672
KSU*	4,626,750	6,191,763	6,191,763
KSU - ESARP*	657,923	--	--
KSU - Salina	180,097	178,834	178,834
KSU - Vet. Med.*	767,874	--	--
WSU	3,344,569	3,281,211	3,281,211
ESU	838,507	700,340	700,340
FHSU	911,862	876,217	876,217
PSU	<u>1,021,274</u>	<u>1,021,274</u>	<u>1,021,274</u>
TOTAL	<u><u>\$ 22,959,921</u></u>	<u><u>\$ 22,683,896</u></u>	<u><u>\$ 22,683,896</u></u>

* Beginning with FY 1994 the 1993 Legislature agreed to appropriate utility expenditures for KSU - ESARP and KSU - Vet. Med. in the KSU main campus budget.



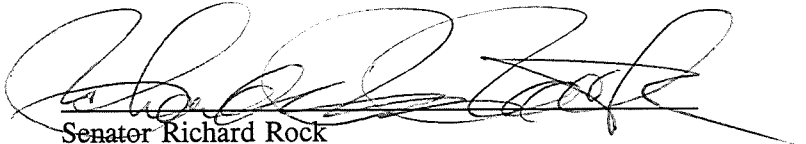
Senator August Bogina, Jr.
Subcommittee Chairperson



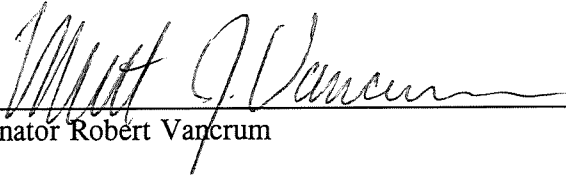
Senator Gerald Karr



Senator Dave Kerr



Senator Richard Rock



Senator Robert Vancrum

**REPORT OF THE SENATE SUBCOMMITTEE ON REGENTS SYSTEMWIDE ISSUES
FY 1995**

Expenditure	Agency Req. FY 95	Governor's Rec. FY 95*	Senate Sub. Systemwide Adj. FY 95
Operating Expenditures:			
State General Fund	\$ 442,620,499	\$ 432,574,164	\$ (1,225,737)
General Fees Fund	165,629,943	167,036,039	3,336,360
Hospital Revenue Fund	123,215,355	122,714,626	(1,984)
Federal Land Grant Funds	7,531,508	7,531,508	--
Other Funds	3,167,106	1,673,000	--
Subtotal General Use	\$ 742,164,411	\$ 731,529,337	\$ 2,108,639
Restricted Use Funds	\$ 350,856,102	\$ 349,976,225	--
TOTAL -- Operating Expenditures	\$ 1,093,020,513	\$ 1,081,505,562	\$ 2,108,639
FTE Positions:			
Classified	8,091.7	8,054.5	--
Unclassified	<u>9,846.8</u>	<u>9,798.7</u>	--
TOTAL	<u>17,938.5</u>	<u>17,853.2</u>	--

* Reflects corrections to the Governor's budget document.

FY 1995 -- Budget Year

The Regents request a systemwide general use operating budget of \$742.2 million. The general use request reflects an increase of 6.1 percent (\$42.4 million) over the Regents' revised FY 1994 estimate. The financing of the request includes a 7.4 percent increase from the State General Fund (\$30.7 million) and a 7.6 percent increase in tuition funds (\$11.7 million).

For FY 1995, the Governor recommends a systemwide general use operating budget totaling \$731.5 million, an increase of \$31.7 million over the Governor's FY 1994 recommendation. The increase is financed by increasing expenditures from the State General Fund by \$19.0 million (an increase of 4.6 percent) and tuition revenues by \$14.7 million (an increase of 9.6 percent).

The Senate Subcommittee on Regents systemwide issues makes the following recommendations.

*SWAM
Feb. 4, 1994
Attachment 2*

1. Regents Retirement Increase
(Systemwide Summary page 549)

The Senate Subcommittee concurs with the Governor and does not recommend the requested increase in the Regents employers' retirement contribution from 8.5 percent to 9.0 percent. Because legislation would be required to make this requested change, the Subcommittee's recommendation is made pending passage of legislation.

2. Fringe Benefit Rate Adjustments and Other Salary Adjustments
(Systemwide Summary page 550)

The Senate Subcommittee concurs with the Governor's fringe benefit rate adjustments and other salary adjustments.

3. Classified Salaries
(Systemwide Summary page 550)

The Senate Subcommittee concurs with the request and Governor's recommendation for classified step movement (approximately 2.5 percent) and longevity bonuses for eligible classified employees.

4. Unclassified Salaries
(Systemwide Summary pages 550-551)

The Senate Subcommittee concurs with the Governor's recommendation for a 2.5 percent merit pool for unclassified faculty and staff compared to the Regents request of 3.0 percent.

5. Minority GTA Recruitment Enhancement
(Systemwide Summary page 551)

The Senate Subcommittee concurs with the Governor and does not recommend funding for the minority GTA recruitment enhancement.

6. Student Salaries
(Systemwide Summary page 551-552)

The Senate Subcommittee recommends a total of \$218,600 from general use funds in FY 1995 for a 2.5 percent increase to the student salary base; a reduction of \$43,719 in general use funds from the 3 percent increase requested by the universities and recommended by the Governor. The Subcommittee notes that student salaries may be considered for additional enhancement later in the session when the state's portion of the faculty salary enhancement (\$1.8 million) is reconsidered.

Student Salary Percentage Increases				
Institution	FY 1994 Adj. Base	Regents Request (3.0%)	Gov. Rec. (3.0%)	Subcommittee Rec. (2.5%)
KU	\$ 1,878,408	\$ 56,352	\$ 56,092	\$ 46,743
KUMC-Education	465,777	13,973	13,957	11,631
KSU	1,579,263	47,216	47,378	39,482
KSU-ESARP	278,387	8,283	8,352	6,960
KSU-Salina	44,053	1,356	1,322	1,102
KSU-Vet.Med.	119,747	3,592	3,592	2,993
WSU	1,322,194	39,663	39,666	33,055
ESU	889,088	26,499	26,499	22,083
FHSU	992,215	29,682	29,682	24,735
PSU	795,466	23,877	23,877	19,898
Subtotal	\$ 8,364,598	\$ 250,493	\$ 250,417	\$ 208,682
KUMC - Hospital	396,527	11,901	11,902	9,918
TOTAL	<u>\$ 8,761,125</u>	<u>\$ 262,394</u>	<u>\$ 262,319</u>	<u>\$ 218,600</u>

7. Other Operating Expenditures (excluding utilities)
(Systemwide Summary page 552)

The Senate Subcommittee concurs with the Regents request and the Governor's recommendation for a 3 percent increase in other operating expenditures.

8. Utilities
(Systemwide Summary pages 552-553)

The Senate Subcommittee concurs with past legislative practice to provide a separate line item appropriation to each university for utilities and to review utility expenditures during the current year to make any necessary adjustments to the approved budget as well as the utility budget for the budget year. However, the Subcommittee recommends that an interim committee study the concept of a funding incentive that would encourage energy conservation efforts at the institutions. The Subcommittee recommends that utility expenditures and the potential for savings or supplementation be reviewed during second house review.

Regents Institutions -- Utilities

<u>Institution</u>	<u>Actual FY 1993</u>	<u>Gov. Rec. FY 1995</u>	<u>Subcommittee Rec.</u>
KU	\$ 5,571,055	\$ 5,678,546	\$ 5,678,546
KUMC - Education	5,040,010	4,926,626	4,926,626
KSU*	4,626,750	6,837,318	6,837,318
KSU - ESARP*	657,923	--	--
KSU - Salina	180,097	178,834	178,834
KSU - Vet. Med.*	767,874	--	--
WSU	3,344,569	3,315,097	3,315,097
ESU	838,507	703,131	703,131
FHSU	911,862	939,967	939,967
PSU	1,021,274	1,021,274	1,021,274
TOTAL	<u>\$ 22,959,921</u>	<u>\$ 23,600,793</u>	<u>\$ 23,600,793</u>

* Beginning with FY 1994 the 1993 Legislature agreed to appropriate utility expenditures for KSU - ESARP and KSU - Vet. Med. in the KSU main campus budget.

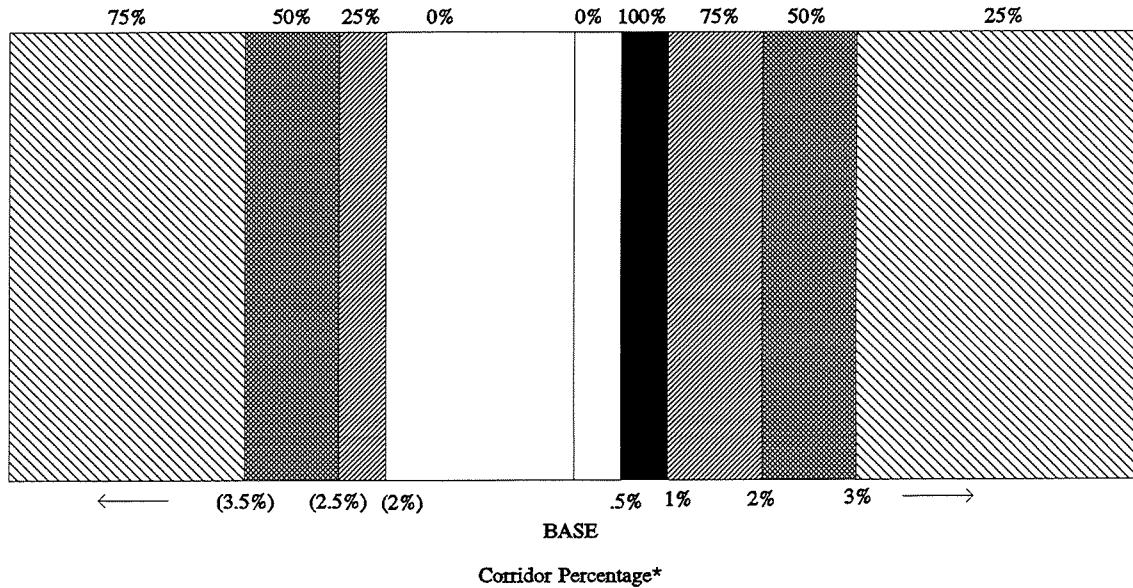
**9. FY 1995 Enrollment Adjustments
(Systemwide Summary page 553)
(Regents Funding Issues pages 14-18)**

The Senate Subcommittee recommends \$1,191,125 from the State General Fund for enrollment adjustment increases at KSU-Salina (\$15,151), PSU (\$759,230), and FHSU (\$416,380), a reduction of \$159,902 from the amount requested and recommended by the Governor. The Systemwide Subcommittee requests that the individual subcommittees review the FTE positions associated with the enrollment adjustment increases and determine the appropriate number of positions for the funding recommended by the Systemwide Subcommittee.

The Subcommittee's recommendation reflects the Subcommittee's concurrence with the Regents request to make the following modifications to the enrollment adjustment procedure: (1) reduce the time lag by measuring enrollment adjustment changes on a calendar year basis instead of a fiscal year basis; and (2) simplify the methodology used to calculate the funding rate per credit hour by abandoning the calculation based on instructional costs by discipline and by level of instruction in favor of a less complicated methodology based on cost by level of instruction only.

With regard to the restructuring of the "corridors," the Subcommittee rejects the Regents request to narrow the first positive corridor which would have allowed a funding increase for a smaller enrollment growth and recommends maintaining the "old corridors" for positive enrollment. The Subcommittee concurs with the Regents request to permit a greater decline in enrollment at a lesser rate of reduction in funds and recommends adopting the "new corridors" proposed by the Regents for negative enrollment.

(SENATE SUBCOMMITTEE CORRIDORS)



* Increase or decrease in General Use Educational and Physical Plant Budget resulting from change in student credit hour enrollments.

10. Servicing New Buildings (Systemwide Summary page 554)

The Senate Subcommittee recommends that the subcommittees on the individual institutions review the servicing new buildings requests.

Servicing New Buildings			
Institution	Request FY 1995	FTE Positions	No. of Mo. Funding Req. FY 1995
KU			
Bioscience Building*	\$ 56,699	0.0	8
Hoch Library Addition*	44,460	0.0	12
J.R. Pierson Hall	204,493	4.8	12
Lied Ctr. Recital Hall*	7,000	0.0	8
Nelson Tract -- Bldg. #2	10,489	0.2	12
Subtotal	<u>\$ 323,141</u>	<u>5.0</u>	
KUMC			
Biomedical Research Bldg.**	\$ 406,521	7.8	12
KSU			
Plant Sciences Building	\$ 782,698	15.1	12
Peters Rec. Center	181,856	2.4	12
Galichia Addition	11,572	0.2	12
Farrell Library*	81,600	0.0	6
Beach Art Museum*	24,000	0.0	6
Subtotal	<u>\$ 1,081,726</u>	<u>17.7</u>	
WSU			
Elliot Communication Bldg.	\$ 81,613	3.1	6
ESU			
Chemical Storage Bldg.	\$ 4,527	0.1	12
Child Dev. Ctr. Addition	4,425	0.2	12
Subtotal	<u>\$ 8,952</u>	<u>0.3</u>	
FHSU			
Physical Science Bldg.	\$ 163,616	8.1	6
TOTAL	<u><u>\$ 2,065,569</u></u>	<u><u>42.0</u></u>	
* Construction utilities only requested			
** KUMC requested supplemental funding of \$155,159 (six months funding for utilities and three month salaries and OOE). The Governor does not recommend supplemental funding.			

11. "Partnership for Excellence" -- Faculty Salary Enhancement
(Systemwide Summary pages 554-555)
(Regents Funding Issues pages 10-14)

Delete the \$1.8 million (SGF) that the Governor added to the faculty salary enhancement pool, above the \$9.3 million (financed from tuition revenues) that the Regents requested. The

Subcommittee recommends that a decision on the additional \$1.8 million be deferred until later in the Session when state resources and needs will be more clearly defined.

The Subcommittee notes that the Regents proposed "Partnership for Excellence" is a three-year plan. The Subcommittee's support for the Regents request of the faculty salary enhancement for the first year of the plan is not a "promise" of support for years two and three of the plan.

Faculty Salary Enhancement -- Regents Request							
Institution	Estimated Faculty Base	Senate Subcommittee Recommendation			Governor's Recommendation		
		Regents Request			Governor's Recommendation		
		Allocation	Partnership Increase	Total Increase*	Allocation	Partnership Increase	Total Increase**
KU	\$ 54,815,728	\$ 3,151,000	5.7%	8.7%	\$ 3,740,977	6.8%	9.3%
KUMC-Education	38,894,035	433,560	1.1	4.1	514,738	1.3	3.8
KSU	41,797,131	1,656,000	4.0	7.0	1,966,061	4.7	7.2
KSU-ESARP	20,888,923	798,000	3.8	6.8	947,413	4.5	7.0
KSU-Salina	1,687,745	184,000	10.9	13.9	218,451	12.9	15.4
KSU-Vet.Med.	6,294,605	200,000	3.2	6.2	237,447	3.8	6.3
WSU	23,236,023	1,880,000	8.1	11.1	2,232,002	9.6	12.1
ESU	10,663,164	221,000	2.1	5.1	262,379	2.5	5.0
FHSU	10,264,626	411,000	4.0	7.0	487,954	4.8	7.3
PSU	13,058,370	391,000	3.0	6.0	464,209	3.6	6.1
TOTAL	\$ 221,600,350	\$ 9,325,560	4.2%	7.2%	\$ 11,071,631	5.0%	7.5%

* Includes 3.0 percent basic unclassified salary increase.
 ** Includes 2.5 percent basic unclassified salary increase.

12. Systemwide Regents Libraries Proposal (Systemwide Summary pages 555-556)

The Senate Subcommittee recommends \$775,900 for a systemwide library enhancement. The Kansas Board of Regents had requested \$3.5 million (divided into four components) for the purpose of enhancing university libraries. In its review of the Regents proposal this past summer, the JCCT recommended funding of \$1.8 million for system connectivity (\$775,900 -- first priority) and database acquisition (\$1,060,465). The Subcommittee believes that it is important to get this project started and they direct the Regents, in consultation with the JCCT, to present a plan to the second house outlining how the \$775,900 would be expended on the various components of the plan as well as expenditures for future years.

13. Health Education Enhancements (Systemwide Summary pages 556-557)

The Senate Subcommittee recommends that the subcommittees on the individual institutions review the requests for health care program enhancements.

**REGENTS REQUEST FOR HEALTH CARE
PROGRAM ENHANCEMENTS AND GOVERNOR'S RECOMMENDATIONS**

FY 1995

	<u>Regents Request</u>	<u>Gov. Rec.</u>
University of Kansas Medical Center		
Viability of Primary Care Clinical Departments	\$ 1,200,000	\$ 300,000
Enhancing Recruitment of Medical Residents	1,594,755	400,000
Rural Educational Initiatives:		
Rural Family Practice Residencies	177,918	100,000
Expansion of Primary Care Nurse Practitioner Program	276,257	130,000
Preventive Medicine and Public Health	364,864	364,864
Topeka Residency Program	0	175,000
Subtotal -- KUMC	<u>\$ 3,613,794</u>	<u>\$ 1,469,864</u>
 University of Kansas -- Lawrence		
Faculty Positions in Department of Health Services Administration	\$ 40,000	\$ 0
 Kansas State University -- Main Campus		
Rural Health Care Program Enhancement	\$ 100,000	\$ 0
 Wichita State University		
Master of Public Health	\$ 133,601	\$ 133,601
Physician Assistant Program	283,585	150,000
Enhancement of Nursing Graduate Program	60,872	0
Subtotal -- WSU	<u>\$ 478,058</u>	<u>\$ 283,601</u>
 Pittsburg State University		
Establish Nurse Practitioner Track	\$ 103,700	\$ 0
 GRAND TOTAL	<u><u>\$ 4,335,552</u></u>	<u><u>\$ 1,753,465</u></u>

14. Enhancements to Specific University Programs
(Systemwide Summary pages 557-558)

The Senate Subcommittee recommends that the subcommittees on the individual institutions review the requests for specific university program enhancements.

Specific University Program Enhancements		
<u>Institution</u>	<u>Request FY 1995</u>	<u>Gov. Rec. FY 1995</u>
KU		
Regents Center Enhancement	\$ 315,000	\$ 200,000
Law School Improvements*	150,000	150,000
Curriculum Improvements	<u>136,800</u>	<u>0</u>
Subtotal -- KU	<u>\$ 601,800</u>	<u>\$ 350,000</u>
KSU		
Curriculum Development	\$ 93,000	\$ 50,000
Improvements to Six Colleges	<u>229,800</u>	<u>0</u>
Subtotal -- KSU	<u>\$ 322,800</u>	<u>\$ 50,000</u>
KSU - ESARP		
Wheat Improvements	\$ 60,000	\$ 0
KSU - Vet. Med.		
Computing	\$ 36,000	\$ 0
WSU		
Undergraduate Advising	\$ 162,000	\$ 65,000
ESU		
Teaching Enhancement Center	\$ 55,000	\$ 35,000
Counseling Accreditation	<u>43,500</u>	<u>0</u>
Subtotal -- ESU	<u>\$ 98,500</u>	<u>\$ 35,000</u>
FHSU		
Reduce Salary Shrinkage Rate	\$ 117,260	\$ 0
PSU		
Network Interconnectivity	\$ 91,800	\$ 50,000
TOTAL	<u><u>\$ 1,490,160</u></u>	<u><u>\$ 550,000</u></u>
* Improvements are funded by a special law school fee.		

15. Restricted Use Positions

(Systemwide Summary pages 558)

(Regents Funding Issues pages 2-10)

The Senate Subcommittee concurs with the Governor's recommendation that the position limitation be removed for positions funded by restricted use funds. This recommendation would not affect positions funded from general use sources.

16. GTA Salaries and Tuition Payment

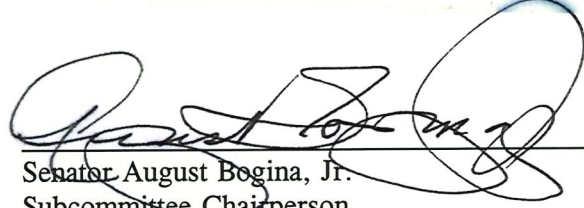
Create a separate State General Fund line-item at each institution for the amount appropriated for salaries and wages for Graduate Teaching Assistants (GTAs). Currently this amount is included in the existing Operating Expenditure line-item account of the State General Fund at each institution. Also increase expenditures from the General Fees Fund at each institution to provide for payment of tuition for GTAs and indicate in a proviso the amount of expenditures for this purpose. Currently, tuition for GTAs is waived by the institutions which results in a reduction in the revenues available to finance institutional operating budget expenditures.

Graduate Teaching Assistants -- Salaries and Tuition Waivers

<u>Regents Institution</u>	<u>FY 1995 GTA Salaries*</u>	<u>FY 1995 GTA Tuition Waivers**</u>	<u>FY 1995 Total</u>
KU	\$ 7,265,890	\$ 1,436,927	\$ 8,702,817
KUMC	0	82,603	82,603
KSU	2,874,500	811,104	3,685,604
WSU	1,157,128	391,500	1,548,628
ESU	387,059	306,692	693,751
FHSU	285,697	82,534	368,231
PSU	290,782	225,000	515,782
TOTAL	<u>\$ 12,261,056</u>	<u>\$ 3,336,360</u>	<u>\$ 15,597,416</u>

* Reflects the amounts recommended by the Governor including a 2.5 percent salary increase. The Senate Subcommittee concurs.

** Reflects the current policy of a 100 percent GTA tuition waiver.



Senator August Bogina, Jr.
Subcommittee Chairperson



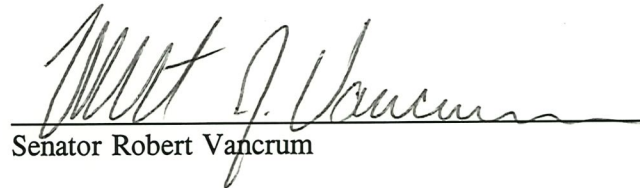
Senator Gerald Karr



Senator Dave Kerr



Senator Richard Rock



Senator Robert Vancrum

Kansas Ranking In National Higher Education Comparisons

	Kansas	U.S. Average	Kansas National Ranking
State Higher Education Appropriations Per Capita (1)	\$ 186.72	\$ 156.64	12th
State Higher Education Appropriations Per \$1,000 Personal Income (1)	\$ 10.21	\$ 8.21	19th
State Higher Education Appropriations Per Student (2)	\$ 4,544.00	\$ 4,164.00	25th
State Populace Per Four Year Public Institution (3)	315,000.00	456,000.00	19th
State Populace Per Two Year Public Institution (3)	120,000.00	256,000.00	7th
Resident Freshmen Remaining In-State to Attend Public Higher Ed. (2)	86%	75%	7th
Resident Freshmen Migrating Out-of-State to Attend Public Higher Ed. (2)	4%	65	42nd
Resident Freshmen Migrating Out-of-State to Attend Private Higher Ed. (2)	5%	8%	39th

CONCLUSION

Support for Higher Education in Kansas appears high when compared to the total state populace. However, Kansas utilization of its public higher education system is also very high. When utilization is considered, support for higher education is much lower. Rankings of appropriations per student consistently place Kansas lower than appropriations per capita. Kansas ranks 19th nationally in the populace per public four year institution, a ranking which includes Washburn. Kansas ranks 25th nationally in the popular per state operated 4 year institution. Kansas ranks much higher (7th nationally) in populace per 2 year public institution.

NOTES:

- (1) State Higher Education Appropriations 1992-93, by Edward R. Hines, Illinois State University, Normal, Illinois.
- (2) State Profiles: Financing Public Higher Education 1978 to 1992, by Research Associates of Washington, WA, DC
- (3) Compiled From:

State Higher Education Profiles, National Center for Education Statistics
 US Department of Education, Washington, DC
 US Statistical Abstract, US Bureau of Census, Washington, DC

*SWAM
 Feb. 4, 1994
 Attachment 3*