Approved: 4 - 24 - 97Date

#### MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS.

The meeting was called to order by Chairperson Phil Kline at 12:20 p.m. on April 10, 1997 in Room 514-S of the Capitol.

All members were present except: Representative Neufeld - Excused

Committee staff present: Alan Conroy, Russell Mills, Kathy Porter, Carolyn Rampey, Research Department;

Jim Wilson, Mike Corrigan, Avis Swartzman, Revisor of Statutes Office;

Marcia Ayres, Appropriations Secretary; Helen Abramson, Administrative Aide

Conferees appearing before the committee: Mr. Dale M. Dennis, Department of Education

Others attending: See attached list

The minutes of March 26, 27, 31, April 1 and 3 were distributed to the members for review.

### Discussion on SB 383 - State officers and employees salaries and compensation

Revisor Wilson reviewed the bill which makes statutory changes to the fixed salaries of state officers elected on a statewide basis in the executive branch and makes permanent the changes regarding salaries and additional compensation for the legislative branch authorized by the Omnibus Bill last session.

Questions followed.

A motion was made by Representative Edmonds to amend SB 383 by striking Sections 2 and 3 from the bill. There being no second, the motion failed.

Representative McKechnie distributed copies of an amendment to <u>SB 383</u> and explained the additional legislative compensation plan. (Attachment 1)

A motion was made by Representative McKechnie, seconded by Representative Reinhardt, to amend SB 383 by adopting the legislative compensation amendment. Discussion. The motion failed. Representatives Edmonds, Packer, Mollenkamp, Toplikar, Landwehr, Peterson, Kejr, Farmer, Holmes, and Kline recorded as voting no. Representative Helgerson recorded as voting yes.

A motion was made by Representative Reinhardt, seconded by Representative Feuerborn, to pass SB 383. The motion carried. Representatives Edmonds and Peterson recorded as voting no.

# Discussion on <u>HB 2574 - School districts</u>, transfer of amounts from supplemental general fund to general fund

Mr. Dennis. Dale Dennis, deputy commissioner of the department of education, explained the bill which relates to the increase in the new facilities' weighting authorized by the Board of Tax Appeals. The amount levied would be transferred from their levy fee fund (a supplemental general fund) to the general fund of the school district which reduces the state's obligation by \$1,150,000.

Questions followed, and Representative Spangler suggested the legislature needs to review the school financing formula so these ad hoc situations don't keep occurring when the state is out of compliance with the federal government. Revisor's staff stated the way to prevent these situations from happening again is to remove the impact aid out of the formula entirely, but it would cost the state \$8,000,000.

A motion was made by Representative Reinhardt, seconded by Representative Minor, to pass HB 2574. No discussion. The motion carried.

#### CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON APPROPRIATIONS, Room 514-S Statehouse, at 1:30 P.M. on April 10, 1997.

### SB 103 - State officers and employees; certain payroll deductions; employee, defined

A motion was made by Representative Helgerson, seconded by Representative Shriver, to pass SB 103. Discussion followed. A substitute motion was made by Representative Nichols, seconded by Representative Edmonds, to amend SB 103 by eliminating the fee charged for the administration of the deductions since the SHaRP payroll system is now operating. Discussion. The substitute motion carried. The motion to pass SB 103 as amended carried.

# SB 300 - University of Kansas medical center authorized to purchase disability insurance for certain persons

A motion was made by Representative Packer, seconded by Representative McKechnie, to pass SB 300. No discussion. The motion carried.

## HB 2271 - Kansas industries for the blind, transfer of assets and operation after such transfer

Representative Nichols had requested information from SRS and wanted a detailed plan from them before working <u>HB 2271</u>. The committee will wait for the additional information.

A motion was made by Representative Helgerson, seconded by Representative Mollenkamp, to approve the minutes of March 26, 27, 31, April 1 and 3. The motion carried.

A motion was made by Representative Helgerson, seconded by Representative Nichols, to introduce a bill dealing with KPERS investment policy on the definition of prudent investments. The motion carried.

A motion was made by Representative Shriver, seconded by Representative Nichols. to introduce a bill authorizing a short term disability program for state officers and employees. The motion carried.

#### SB 256 - Jurisdiction of university police officers

Revisor Wilson reviewed the Senate floor amendment to the bill which expanded the jurisdiction of university police to include the streets, property, and highways in the counties where property is owned or operated by the University of Kansas Medical Center.

Ouestions and discussion followed.

A motion was made by Representative Reinhardt, seconded by Representative McKechnie, to amend SB 256 by removing the Senate Committee of the Whole amendment which would remove the reference to counties. Discussion. The motion carried.

Continued discussion.

A motion was made by Representative McKechnie, seconded by Representative Reinhardt, to pass <u>SB 256</u> as amended. The motion carried.

It was announced that the committee will meet on April 24th at 9:00 a.m. to begin work on the Appropriations Omnibus Bill.

The meeting adjourned at 1:35 p.m.

The next meeting is scheduled on call of the Chairman.

### APPROPRIATIONS COMMITTEE GUEST LIST

DATE: April 10,1997

REPRESENTING
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## Legislative compensation amendment

### Current

\$66.63 a day salary

\$80 a day

\$600 non-session

(\$8.25 an hour - increase COLA only)

(tied to federal rate)

(no increase)

Retirement

**KPERS** 

Daily \$66.63 x 31 days x 12 months Daily \$80 x 31 days x 12 months

non-session \$600 x 9 months

That total amount \$59,946.36

Legislator 4% contribution

State makes a 3.59% same as classified

Invest that money -- benefit based

10-year vesting-can count prior service

Proposed

\$160 a day

\$80 a day

(\$20 an hour - increase tied to total

classified percentage increase: COLA,

step-movement, longevity)

(tied to federal rate)

(increase tied to total classified

percentage increase: COLA, step-movement, longevity)

Retirement

**KPERS** 

Aetna

\$600 non-session

Actual

Total amount (\$18,000 to \$20,000)

Legislator 4% contribution State same as classified

10-year vesting-can count prior service

Deferred Compensation State pays 8% percent of

salary, expense and non-session

(Same as a cabinet secretary)

Immediate vesting

Appropriations 4-10-97 Attachment 1