Approved:	April 19, 2001
	Date

#### MINUTES OF THE SENATE COMMITTEE ON WAYS AND MEANS.

The meeting was called to order by Chairperson Steve Morris at 10:40 a.m. on February 20, 2001 in Room 123-S of the Capitol.

All members were present except: Senator Nick Jordan - excused

Committee staff present:

Alan Conroy, Chief Fiscal Analyst, Kansas Legislative Research Department

Amory Lovin, Kansas Legislative Research Department

Julian Efird, Kansas Legislative Research Department

Rae Anne Davis, Kansas Legislative Research Department

Amy Kramer, Kansas Legislative Research Department

Norman Furse, Revisor of Statutes

Michael Corrigan, Assistant Revisor, Revisor of Statutes Office

Julie Weber, Administrative Assistant to the Chairman

Mary Shaw, Committee Secretary

Conferees appearing before the committee: None

Others attending: See attached guest list

The following information was distributed from Bobbi Mariani, Director, Division of Personnel Services, Department of Personnel Services regarding:

- Number of IT and Facilities Related Positions (Attachment 1)
- Response to question by Senator Huelskamp regarding the Department of Administration to summarize interactive video rates for the past five years (Attachment 2)

Subcommittee reports on:

### **Kansas Department of Revenue**

Chairman Morris reported that the Subcommittee concurs with the Governor's recommendations in FY 2001.

Chairman Morris reported that the Subcommittee concurs with the Governor's recommendations in FY 2002 with adjustments and recommendations as listed in the subcommittee report.

Senator Feleciano moved, with a second by Senator Salmans, to accept the Subcommittee budget report on the Department of Revenue. Motion carried by a voice vote.

### Kansas Lottery (Attachment 3)

Senator Salmans reported that the Subcommittee concurs with the Governor's recommendations in FY 2001. The Senator noted that the Subcommittee recommends review during the Omnibus period of the lottery sales and transfer amounts. The trends to date in FY 2001 suggest later review would be prudent since sales determine the amount of transfers to the State Gaming Revenues Fund (SGRF) and to the State General Fund (SGF) for amounts that are in addition to \$50.0 million.

Senator Salmans reported that the Subcommittee concurs with the Governor's recommendations for FY 2002 with adjustments and recommendations as listed in the subcommittee report.

Committee questions and discussion followed. Senator Downey distributed the following information:

- U. S. Lotteries' Online System Contracts (<u>Attachment 4</u>)
- Kansas Lottery Sales and Advertising, FY 1991-2002 (<u>Attachment 5</u>)

Senator Salmans moved, with a second by Senator Feleciano, to put a proviso in the Subcommittee report on the Kansas Lottery to instruct the Lottery staff to keep the Legislature informed of any changes in the management of the GTECH Corporation. Motion carried by a voice vote.

<u>Senator Salmans moved, with a second by Senator Barone, to accept the Subcommittee budget report as amended on the Kansas Lottery. Motion carried by a voice vote.</u>

### Kansas Racing and Gaming Commission (Attachment 6)

Senator Salmans reported that the Subcommittee concurs with the Governor's recommendations in FY 2001.

Senator Salmans reported that the Subcommittee concurs with the Governor's recommendations in FY 2002 and makes additional adjustments and recommendations as listed in the subcommittee report.

Discussion followed regarding Item Number 2 regarding legislation to repeal a statutory provision that allows Commissioners to be paid \$2,000 per month.

Senator Salmans moved, with a second by Senator Schodorf, to accept the Subcommittee budget report on the Kansas Racing and Gaming Commission. Motion carried by a voice vote.

## **Board of Tax Appeals** (Attachment 7)

Chairman Morris reported that the Subcommittee concurs with the Governor's recommendations in FY 2001.

Chairman Morris reported that the Subcommittee concurs with the Governor's recommendations in FY 2002 with changes and comments as listed in the subcommittee report.

Senator Feleciano moved, with a second by Senator Jackson, to accept the Subcommittee budget report on the Board of Tax Appeals. Motion carried by a voice vote.

# **Kansas Department of Commerce and Housing** (Attachment 8)

Senator Kerr reported that the Subcommittee concurs with the recommendations of the Governor for FY 2001 with a change as listed in the subcommittee report.

Senator Kerr reported that the Subcommittee concurs with recommendations of the Governor for FY 2002 with changes and comments as listed in the subcommittee report.

#### Kansas, Inc. (Attachment 9)

Senator Kerr reported that the Subcommittee concurs with the Governor's recommendation for FY 2001.

Senator Kerr reported that the Subcommittee concurs with the Governor's recommendation for FY 2002 with comments as listed in the subcommittee report.

# Kansas Technology Enterprise Corporation (Attachment 10)

Senator Kerr reported that the Subcommittee concurs with the recommendations of the Governor for FY 2001.

Senator Kerr reported that the Subcommittee concurs with the Governor's recommendation for FY 2002 with change and comment as listed in the subcommittee report.

Senator Barone moved, with a second by Senator Kerr, to amend the subcommittee report and refer a study regarding the aviation industry to an interim committee as referenced in the KTEC subcommittee budget report for FY 2002, Page 3, Item Number 2, last paragraph. Motion carried by a voice vote.

Senator Kerr moved, with a second by Senator Downey, to accept the Subcommittee budget reports for the Kansas Department of Commerce and Housing, Kansas, Inc. and Kansas Technology Enterprise Corporation (KTEC) as amended. Motion carried by a voice vote.

#### **Bill Introduction**

Senator Kerr explained that he would like to introduce a bill concerning joint committees by changing memberships, in some cases removing designations such as members having to come from certain committees, in a few instances change the ratio of members between the parties in greater recognition of the present balance between the two political parties, eliminate one joint committee and change the name of another, and include other cleanup items.

Senator Kerr moved, with a second by Senator Jackson, to introduce a bill (1rs1036) concerning legislative committees composition and appointment. Motion carried by a voice vote.

The meeting was adjourned at 12:00 noon. The next meeting is scheduled for February 21, 2001.