Approved: May 20, 2002 (by letter)

MINUTES OF THE COMMITTEE ON SENATE WAYS AND MEANS.

The meeting was called to order by Chairperson Stephen Morris at 10:35 a.m. on March 26, 2002 in Room 123-S of the Capitol.

All members were present except: Senator Paul Feleciano, Jr. - excused

Committee staff present:

Alan Conroy, Chief Fiscal Analyst, Kansas Legislative Research Department

Deb Hollon, Kansas Legislative Research Department

Audrey Nogle, Kansas Legislative Research Department

Michael Corrigan, Assistant Revisor of Statutes

Judy Bromich, Assistant to the Chairman

Mary Shaw, Committee Secretary

Conferees appearing before the committee:

Representative Shari Weber

Senator Jay Emler

Ted Hayes, Executive Director, Kansas Sports Hall of Fame

Gary Musselman, Executive Director, Kansas State High School Activities Association

Jerry B. Farley, President, Washburn University (written)

Roger A. Sink, Sink, Gillmore and Gordon, LLP (written)

Jim Schaus, Athletic Director, Wichita State University

Sheila Frahm, Executive Director, Kansas Association of Community College Trustees

Others attending: See attached list

Chairman Morris called the Committee's attention to discussion of:

SB 644--Medicaid payment and rate schedules

The Chairman recognized Janis DeBoer, Deputy Secretary, Department on Aging, who explained a proposed amendment that would strike Page 5, Section 2, (Attachment 1). State law would then revert to federal law. Copies of the federal language was also distributed (Attachment 2).

Senator Jackson moved, with a second by Senator Jordan, to strike Section (2). Motion carried on a voice vote.

Senator Kerr moved, with a second by Senator Jackson, to recommend **SB 644** favorably as amended. Motion carried on a roll call vote.

Chairman Morris opened the public hearing on:

HB 2896--Adding one dollar surcharge to designated athletic event at postsecondary educational institutions to fund the Kansas sports hall of fame

Staff briefed the Committee on the bill.

Representative Shari Weber testified in support of **HB 2896** (Attachment 3).

Senator Jay Scott Emler testified in support of <u>HB 2896</u> (Attachment 4).

Ted Hayes, Executive Director, Kansas Sports Hall of Fame, testified in support of <u>HB 2896</u> (<u>Attachment 5</u>).

CONTINUATION SHEET

Dr. Duane Muck, Chairman, Board of Trustees, Sports Hall of Fame, testified in support of **HB 2896**. No written testimony was provided. Dr. Muck asked for support of the Sports Hall of Fame and allow them to continue to be an agency in the State of Kansas that provides education, memorabilia and history for the state in the sports arena.

Gary Musselman, Executive Director, Kansas State High School Activities Association, testified in support of HB 2896 (Attachment 6). Mr. Musselman expressed concerns regarding anything which increases the prices of admissions to Associations activities events and it has the potential to negatively impact the Association's operating revenue. On behalf of the Kansas' school children and their families, Mr. Musselman asked that the Kansas State High School Activities Association events be amended into the bill.

Written testimony was received from Roger A. Sink, Sink, Gillmore & Gordon LLP, in support of **HB 2896** (Attachment 7).

Written testimony was received from Jerry B. Farley, President, Washburn University, in support of **HB 2896** (Attachment 8).

Jim Schaus, Athletic Director, Wichita State University, testified in opposition of **HB 2896** (Attachment 9). Mr. Schaus noted that they believe it sets a bad precedent for groups associated with state agencies to be taxed for the benefit of other state agencies.

Sheila Frahm, Executive Director, Kansas Association of Community College Trustees, testified in opposition to **HB 2896** (Attachment 10).

Chairman Morris thanked the conferrees for their appearance before the Committee. There being no further conferees, the hearing was closed on **HB 2896**.

The meeting was adjourned at 12:10 p.m. The next meeting is scheduled for March 27, 2002.