Approved:	May 10, 2005
-	Date

MINUTES OF THE SENATE WAYS AND MEANS COMMITTEE

The meeting was called to order by Chairman Dwayne Umbarger at 10:30 A.M. on March 8, 2005 in Room 123-S of the Capitol.

All members were present except:

Senator Steve Morris- excused

Committee staff present:

Jill Wolters, Senior Assistant, Revisor of Statutes

Alan Conroy, Director, Kansas Legislative Research Department

J. G. Scott, Kansas Legislative Research Department

Audrey Dunkel, Kansas Legislative Research Department

Susan Kannarr, Kansas Legislative Research Department

Matt Spurgin, Kansas Legislative Research Department

Judy Bromich, Administrative Analyst

Mary Shaw, Committee Secretary

Conferees appearing before the committee:

Dennis D. Embry, Ph.D and CEO/President of KAXIS Institute, Tucson, Arizona

Others attending:

See attached list.

Bill Introductions

Senator Taddiken moved, with a second by Senator Betts, to introduce a conceptual bill requested by Senator Barnett in regard to the Kansas Health Policy Authority, long-term care issues. Motion carried on a voice vote.

Senator Teichman moved, with a second by Senator Kelly, to introduce a bill concerning taxation; relating to retailers' sales tax in Neosho County (5rs1102). Motion carried on a voice vote.

Chairman Umbarger withdrew the following bill from the KPERS Issues Subcommittee and sent it back to the full committee:

SB 281--KPERS, retirement plan for members first hired on and after July 1, 2007

Copies of the Kansas Legislative Research Department Budget Analysis Report for FY 2005 and FY 2006 were available to the committee.

Subcommittee budget reports on:

SRS HOSPITALS - MENTAL HEALTH INSTITUTIONS

Larned State Hospital

Osawatomie State Hospital

Rainbow Mental Health Facility (Attachment 1)

Subcommittee Chairman Dwayne Umbarger reported that the subcommittee on SRS Hospitals - Mental Health Institutions - Larned State Hospital, Osawatomie State Hospital and Rainbow Mental Health Facility concur with the Governor's recommendation in FY 2005 with adjustments and observations and concurs with the Governor's FY 2006 recommendations with adjustments and observations.

Senator Wysong moved, with a second by Senator Teichman, to adopt the subcommittee budget report on the

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SRS Hospitals - Mental Health Institutions - Larned State Hospital, Osawatomie State Hospital and Rainbow Mental Health Facility in FY 2005 and FY 2006. Motion carried on a voice vote.

SRS HOSPITALS - DEVELOPMENTAL DISABILITIES INSTITUTIONS (DD HOSPITALS)

Kansas Neurological Institute

Parsons State Hospital and Training Center (Attachment 2)

Subcommittee Chairman Dwayne Umbarger reported that the subcommittee on SRS Hospitals - Developmental Disabilities Institutions (DD Hospitals) - Kansas Neurological Institute and Parsons State Hospital and Training Center concur with the Governor's recommendation in FY 2005 with adjustments and observations and concurs with the Governor's FY 2006 recommendations with adjustments and observations.

Senator Schodorf moved, with a second by Senator Wysong, to adopt the subcommittee budget report on the SRS Hospitals - Developmental Disabilities Institutions (DD Hospitals) - Kansas Neurological Institute and Parsons State Hospital and Training Center in FY 2005 and FY 2006. Motion carried on a voice vote.

Kansas Guardianship Program (Attachment 3)

Subcommittee Chairwoman Schodorf reported that the subcommittee on the Kansas Guardianship Program concurs with the Governor's recommendation in FY 2005 with observations and concurs with the Governor's FY 2006 recommendations with adjustments and observations.

Senator Schodorf moved, with a second by Senator Kelly, to adopt the Governor's Budget Amendment No. 1, Item No. 4, in a memorandum dated February 22, 2005, and amend the subcommittee report on the Kansas Guardianship Program in reference to Item No. 2 and Item No. 3 in FY 2006 (Attachment 4). Motion carried on a voice vote.

Senator Schodorf moved, with a second by Senator Wysong, to adopt the subcommittee budget report on the Kansas Guardianship Program as amended in FY 2005 and FY 2006. Motion carried on a voice vote.

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

SB 85--Social and rehabilitation services implement a program for breast reconstructive surgery from breast cancer for medicaid beneficiaries

Staff briefed the committee on the bill (<u>Attachment 5</u>). The agency estimated that in FY 2006, approximately 30 women would need this coverage, at a cost of \$450,000 all funds, \$180,000 State General Fund. A balloon amendment was discussed by the committee regarding line 26, page 1 of <u>SB 85</u> to change the \$450,000 SGF to \$180,000 (<u>Attachment 6</u>). No action was taken on the balloon amendment.

Senator Emler moved, with a second by Senator Barone, a **Senate Substitute for SB 85** to include the policy subject to appropriations. Motion carried by a show of hands. The Committee agreed to wait to vote on the new **Senate Substitute for SB 85**.

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

SB 84--Appropriations for FY 2006 for the department of health and environment, 340B federal drug pricing program

The Revisor explained amendments for <u>SB 84</u> proposed by the Kansas Department of Health and Environment and the Kansas Association for the Medically Underserved and a proposed balloon (<u>Attachment 7</u>). <u>Senator Betts moved</u>, with a second by <u>Senator Schmidt</u>, to adopt the proposed balloon amendment and allow staff to make technical corrections. Motion carried on a voice vote.

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Senator Schmidt moved, with a second by Senator Betts, to report **SB 84** favorable for passage as amended. Motion carried on a roll call vote.

Chairman Umbarger welcomed Dennis D. Embry, Ph.D, and CEO/President of PAXIS Institute, Tucson, Arizona, who presented a briefing on Implications for Social and Fiscal Policy: Low Cost Strategies to Turn the Tide on Prevention and Treatment of Multi-Problem Behavior Affecting Kansas Health, Safety and Human Capital (Attachment 8). Dr Embry remained to answer committee questions.

Chairman Umbarger thanked Dr, Embry for his presentation and requested that he return the following morning for a continuation of his presentation.

The meeting adjourned at 12:15 p.m. The next meeting is scheduled for March 9, 2005.