

MINUTES OF THE SENATE WAYS AND MEANS.

The meeting was called to order by Chairperson Stephen Morris at 10:30 a.m. on March 13, 2003, in Room 123-S of the Capitol.

All members were present except: All present

Committee staff present:

Alan Conroy, Director, Kansas Legislative Research Department
J. G. Scott, Chief Fiscal Analyst, Kansas Legislative Research Department
Martha Dorsey, Kansas Legislative Research Department
Melissa Calderwood, Kansas Legislative Research Department
Becky Krahl, Kansas Legislative Research Department
Julian Efird, Kansas Legislative Research Department
Amy Deckard, Kansas Legislative Research Department
Nicoletta Buonasera, Kansas Legislative Research Department
Amy VanHouse, Kansas Legislative Research Department
Norman Furse, Revisor of Statutes
Michael Corrigan, Assistant Revisor of Statutes
Judy Bromich, Administrative Analyst
Mary Shaw, Committee Secretary

Conferees appearing before the committee:

Glenn Deck, Executive Director, Kansas Public Employees Retirement System (KPERS)

Others attending: See attached list

Chairman Morris welcomed Glenn Deck, Executive Director, Kansas Public Employees Retirement System (KPERS), who presented an overview of the KPERS long-term funding and pension obligation bonds (Attachment 1). Mr. Deck explained funding sources, the long-term funding outlook, updated funding projections, market overview, funding alternatives and issues to consider concerning issuance of pension obligation bonds.

In conclusion, Mr. Deck noted that the KPERS objective is to develop a consensus among the Board of Trustees, the Governor, the Legislature, and other state officials on a long-term funding plan to ensure the System's financial health. He also mentioned that their goal has been for the funding to be developed during 2003 with adoption no later than the 2004 Legislative session. The Committee discussed the following bill:

SB 260--Employer contribution rates and pension obligation bonds for the Kansas public employees retirement system

Committee questions and discussion followed for Mr. Deck.

Copies of the Kansas Legislative Research Department Budget Analysis Report for FY 2003 and FY 2004 were distributed to the committee.

Subcommittee reports on:

Department of Credit Unions (Attachment 2)
Real Estate Appraisal Board (Attachment 3)
Board of Accountancy (Attachment 4)
Board of Cosmetology (Attachment 5)
Board of Mortuary Arts (Attachment 6)
Board of Hearing Aid Examiners (Attachment 7)

CONTINUATION SHEET

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with no comments for FY 2003, FY 2004 and FY 2005 with the agencies listed above.

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Department of Credit Unions, Real Estate Appraisal Board, Board of Accountancy, Board of Cosmetology, Board of Mortuary Arts and Board of Hearing Aid Examiners for the FY 2003, FY 2004 and FY 2005 budgets. Motion carried on a voice vote.

Securities Commissioner (Attachment 8)

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2003.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with notations for FY 2004.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with a notation for FY 2005.

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Office of the Securities Commissioner of Kansas for the FY 2003, FY 2004 and FY 2005 budgets. Motion carried on a voice vote.

Board of Barbering (Attachment 9)

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2003.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with a notation for FY 2004.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2005.

Senator Salmans moved, with a second by Senator Jackson, to adopt the subcommittee budget report on the Board of Barbering for the FY 2003, FY 2004 and FY 2005 budget. Motion carried on a voice vote.

Board of Optometry Examiners (Attachment 10)

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with a notation for FY 2003.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with a notation for FY 2004.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2005.

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Board of Examiners in Optometry for the FY 2003, FY 2004 and FY 2005 budget. Motion carried on a voice vote.

Board of Pharmacy (Attachment 11)

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with adjustment for FY 2003.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2004.

CONTINUATION SHEET

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2005.

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Board of Pharmacy for the FY 2003, FY 2004 and FY 2005 budget. Motion carried on a voice vote.

Kansas Dental Board (Attachment 12)

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2003.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with notation for FY 2004.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2005.

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Kansas Dental Board for the FY 2003, FY 2004 and FY 2005 budget. Motion carried on a voice vote.

Abstracters' Board of Examiners (Attachment 13)

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2003.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with notations for FY 2004.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2005.

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Abstracters' Board of Examiners for the FY 2003, FY 2004 and FY 2005 budget. Motion carried on a voice vote.

Board of Technical Professions (Attachment 14)

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2003.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with adjustment for FY 2004.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2005.

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Board of Technical Professions for the FY 2003, FY 2004 and FY 2005 budget. Motion carried on a voice vote.

Real Estate Commission (Attachment 15)

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with adjustments for FY 2003.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with adjustment for FY 2004.

CONTINUATION SHEET

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with adjustment for FY 2005.

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Real Estate Commission for the FY 2003, FY 2004 and FY 2005 budget. Motion carried on a voice vote.

Board of Healing Arts (Attachment 16)

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with notations and observations for FY 2003.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor with notations and observations for FY 2004.

Subcommittee Chairman Salmans reported that the Subcommittee concurs with the recommendation of the Governor for FY 2005.

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Board of Healing Arts for the FY 2003, FY 2004 and FY 2005 budget. Motion carried on a voice vote.

Behavioral Sciences Regulatory Board (Attachment 17)

Senator Barone reported that the Subcommittee concurs with the recommendation of the Governor for FY 2003.

Senator Barone reported that the Subcommittee concurs with the recommendation of the Governor with adjustment for FY 2004.

Senator Barone reported that the Subcommittee concurs with the recommendation of the Governor with adjustment for FY 2005.

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Behavioral Sciences Regulatory Board for the FY 2003, FY 2004 and FY 2005 budget. Motion carried on a voice vote.

Board of Nursing (Attachment 18)

Senator Barone reported that the Subcommittee concurs with the recommendation of the Governor for FY 2003.

Senator Barone reported that the Subcommittee concurs with the recommendation of the Governor with changes and notations for FY 2004.

Senator Barone reported that the Subcommittee concurs with the recommendation of the Governor with notations for FY 2005.

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Board of Nursing for the FY 2003, FY 2004 and FY 2005 budget. Motion carried on a voice vote.

Board of Veterinary Medical Examiners (Attachment 19)

Senator Barone reported that the Subcommittee concurs with the recommendation of the Governor for FY 2003.

Senator Barone reported that the Subcommittee concurs with the recommendation of the Governor with a notation for FY 2004.

Senator Barone reported that the Subcommittee concurs with the recommendation of the Governor with a notation for FY 2005.

CONTINUATION SHEET

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Board of Veterinary Medical Examiners for the FY 2003, FY 2004 and FY 2005 budget. Motion carried on a voice vote.

Office of State Bank Commissioner (Attachment 20)

Senator Barone reported that the Subcommittee concurs with the recommendation of the Governor with adjustment for FY 2003.

Senator Barone reported that the Subcommittee concurs with the recommendation of the Governor with adjustments for FY 2004.

Senator Barone reported that the Subcommittee concurs with the recommendation of the Governor with notation for FY 2005.

Senator Salmans moved, with a second by Senator Barone, to adopt the subcommittee budget report on the Office of the State Bank Commissioner for the FY 2003, FY 2004 and FY 2005 budget. Motion carried on a voice vote.

The meeting adjourned at 12:00 noon. The next meeting is scheduled for March 14, 2003.