

## MINUTES OF THE HOUSE APPROPRIATIONS

The meeting was called to order by Chairman Kevin Yoder at 9:03 a.m. on January 14, 2009 in Room 143-N of the Capitol.

All members were present except:

Representative Mitch Holmes - Excused

Committee staff present:

Audrey Dunkel, Kansas Legislative Research Department  
Christina Butler, Kansas Legislative Research Department  
J.G. Scott, Kansas Legislative Research Department  
Jim Wilson, Office of the Revisor of Statutes  
Nobuko Folmsbee, Office of the Revisor of Statutes  
Jason Long, Office of the Revisor of Statutes  
Kelly Cure, Chief of Staff  
Kathy Holscher, Committee Assistant

Conferees appearing before the committee:

None

Others attending:

See attached list.

- Attachment 1 Governor's Budget Report for FY 2010
- Attachment 2 General Government Revised FY 2009 Budget
- Attachment 3 FY 2009 State Agency Balances
- Attachment 4 FY 2009 Transfers Out of State General Fund
- Attachment 5 Kansas Department of Corrections Budget FY 2009
- Attachment 6 KDOC Performance Measures

Duane Goossen, Secretary of Administration, presented an overview of the Governor's revised budget for FY 2009 and the new balanced budget for FY 2010 (Attachment 1). In order to build a balanced budget several key principles were considered: resolving the SGF budget gap without raising taxes; protect the state's investment in public education; fund human service caseload costs; ensure public safety and the continuation of basic state services; and include all state agencies in the budget solution. These steps were proposed to resolve the budget gap and a positive ending balance for FY 2009 and FY 2010. Without solutions the SGF ending balance would result in a deficit budget of \$944.4 million by FY 2010. The Governor's proposed balanced budget would be an ending balance of \$58.3 million in FY 2009 and \$600,000 in FY 2010.

Secretary Goossen presented budget reductions proposed for transfer to the State General Fund

(Attachment 2). Committee Members received copies of FY 2009 State Agency Balances(Attachment 3) and

FY 2009 Transfers out of the SGF (Attachment 4).

Responding to questions from the Committee with reference to the budget's ending balance, Secretary Goossen stated that the revenue estimates for November and December 2008 were lower than estimated and January receipts should provide more of an indicator as to whether a second round of solutions will be necessary, as well as the proposed stimulus package for the state. Receipts, expenditures and the timeframe for disbursements was reviewed. Secretary Goossen noted that further assessments will be necessary in order to determine the need for adjustments to the Governor's budget proposal. Discussion on community impact

followed. **Bill 2022** was introduced on January 13, 2009 concerning supplemental appropriations for FY 2009 including the Governor's recommendations for budget reductions, Secretary Goossen stated.

Roger Werholtz, Secretary of the Department of Corrections, presented an overview on the proposed budget reductions for FY 2009 (Attachment 5). Secretary Werholtz stated that this represents a budget reduction of \$7.9 million for FY 2009, and \$20.1 million for FY 2010.

## CONTINUATION SHEET

MINUTES OF THE House Appropriations at 9:00 a.m. on January 14, 2009, in Room 143-N of the Capitol.

Secretary Werholz responded to questions from the Committee with reference to the proposed budget reductions as relates to the potential impact on services, obsolete computer equipment and maintenance.

Chair Yoder invited Russell Jennings, Commissioner of Juvenile Justice Authority and Secretary Don Jordan of Social and Rehabilitation Services to the January 15, 2009 Committee Meeting, to continue agency presentations.

The next meeting is scheduled for January 15, 2009.

The meeting was adjourned at 11:00 a.m.

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Kevin Yoder, Chair