Approved: <u>3/30/10</u>

Date

MINUTES OF THE HOUSE COMMERCE AND LABOR COMMITTEE

The meeting was called to order by Chairman Steve Brunk at 9:10 a.m. on March 11, 2010, in Room 784 of the Docking State Office Building.

All members were present.

Committee staff present:

Art Griggs, Office of the Revisor of Statutes Renae Jefferies, Office of the Revisor of Statutes Dennis Hodgins, Kansas Legislative Research Department Stephen Bainum, Committee Assistant

Others attending:

See attached list.

Sub for S 513 Alternative project delivery construction; hospital districts; unified school districts

Representative Grant made a motion that we pass **Sub for S 513** out favorably for passage. Seconded by Representative Hermanson. The motion carried.

H Sub for H 2669 Disabilities; Kansas employment first initiative act and Kansas employment first oversight committee

The Chairman opened discussion on **HB 2669** indicating that he intended to work it Monday. Rocky Nichols, Disability Rights Center of Kansas, presented a balloon to reduce the staff from 15 to 5 and sunset the program in five years (<u>Attachment 1</u>). He also said that there was a grant available that would preclude the need for State funding.

Representative Kerschen asked if the grant money would last that long. Rocky said that they would definitely have funding for two years.

HB 2658 State fair board; purchase of workers compensation insurance authorized

Renae Jefferies presented the Revisor's Technical Balloon Amendment 2 for HB 2658 (Attachment 2).

Representative Brunk said that this is permissive language that allows them to go outside the pool to purchase insurance. Any claims that they have now would be absorbed into the rest of the pool. They have already paid their insurance from the last July and is good through this July. Any claims that are out there would be based on where they had their insurance.

Representative Suellentrop asked if the State would be obligated for any expenses from claims.

Representative Grange asked what affect there would be on those who remain in the pool. Will we have to come back and do the same thing for the other agencies.

Representative Ruiz asked if they could come back to the pool. The answer was yes.

Representative Suellentrop said that their leaving would jeopardize the remaining agencies in the pool. He suggested that we do this in a blanket form, considering all agencies in the pool.

Representative Grant made a motion to adopt the Technical Amendment. The motion was seconded by Representative Grange. The motion carried.

Representative Grant made a motion that we pass out **HB 2658** favorable for passage as amended. The motion was seconded by Representative Hermanson.

Representative Worley made a substitute motion to table HB 2658. There was no second.



CONTINUATION SHEET

Minutes of the House Commerce and Labor Committee at 9:10 a.m. on March 11, 2010, in Room 784 of the Docking State Office Building.

Representative Quigley said that she had the same concerns as Representative Suellentrop.

Representative Kerschen said that the guy responsible for the pool showed no alarm at the Fair Board doing this. He indicated that it would not be a problem.

Representative Brunk said that their claims were nominal and had nothing to do with the rides at the fair.

Representative Grant said that the Fair Board had presented a good case of trying to stay within the budget and it saves the state money.

Representative Prescott said that it was only a line shift on the money. They would be leaving claims that the State has to absorb.

Representative Brunk said that they have already paid the \$130,000 insurance bill and they have \$100,000 in claims so that leaves the \$30,000 to the good and any future claims will be going with them.

Representative Garcia suggested that we work it Monday.

Representative Grant emphasized that we would be saving the State \$100,000 over a period of two years.

Representative Grant withdrew his motion and Representative Hermanson agreed to withdraw his second.

The hearing was closed on HB 2658.

The next meeting is scheduled for March 15, 2010.

The meeting was adjourned at 10:10 a.m.

COMMERCE & LABOR COMMITTEE DATE: 3-11-10

NAME	REPRESENTING
Eric Staton	16cl 165
Chand Austin	KHA
Rocky Vidals	1RC
may Ellin Wunt	KHPA
tara Juemen	Intern pot Rep. Granesa
Sara Juenen	Mtern pot Rep. Graneor Rep. Ruiz's intern
Megan Bottenberg	KDOL

HB 2669 - Clean-up, reduces Commission to 5 (4 are disability community) & sunsets Commish in 5 years <u>Underlined text = additions</u>

Strikethrough = deletions

AN ACT establishing the Kansas employment initiative act and creating the Kansas employment first oversight commission. Be it enacted by the Legislature of the State of Kansas:

Section 1. (a) This act shall be known as and cited as the Kansas employment first initiative act.

- (b) It is hereby declared to be the policy of the state of Kansas that for state services to support the employment of people with disabilities, that the competitive and integrated employment of persons with disabilities in communities of Kansas shall be considered a the first option priority in the state and that public and private employers shall participate in the effort. All state agencies shall follow this policy and ensure that it is effectively implemented in their programs and services.
- Sec. 2. (a) All state agencies as defined by K.S.A. 2009-Supp. 75-6102, and amendments thereto, shall coordinate efforts to encourage the employment of disabled persons in Kansas communities and shall and collaborate within and among such agencies to ensure that state programs, policies, procedures and funding support competitive and integrated employment of individuals with disabilities in the public and private sector. All state agencies shall, whenever feasible, share data and information across systems in order to track progress toward the full implementation of this policy.
- (b) State agencies are authorized to adopt rules and regulations to implement this act.
- Sec. 3. (a) There is hereby established a Kansas employment first oversight commission consisting of 24 5 voting members. The commission shall consist of the following members who shall serve for two-year terms:
- (1) Two One members appointed by the speaker of the house of representatives, one of whom who is a person with a disability or is knowledgeable of disability issues and who is not a state employee;
- (2) Two One members appointed by the minority leader of the house of representatives, one of whom who is a person with a disability or is knowledgeable of disability issues and who is not a state employee;
- (3) Two One members appointed by the president of the senate, one of whom who is a person with a disability or is knowledgeable of disability issues and who is not a state employee;
- (4) Two One members appointed by the minority leader of the senate, one of whom who is a person with a disability or is knowledgeable of disability issues and who is not a state employee;
- (5) seven One members appointed by the governor who are persons with a disability or persons who represent persons with a disability. In addition, one member shall represent persons with sensory impairments, one member shall represent persons with mental illness, one member shall

HOUSE BILL No. 2669 (cont.)

By Committee on Federal and State Affairs

represent persons with physical disabilities and one member shall represent persons with developmental disabilities;

- (6) the governor shall appoint six ex officio non-voting members as follows:
- (A) One member from the department of administration;
- (B) one member from the department of commerce;
- (C) one member from the department of education;
- (D) one member from the Kansas health policy authority; and
- (E) two members from the department of social and rehabilitation services representing vocational rehabilitation under the division of integrated service delivery and representing the medicaid waiver programs.
- (b) The governor shall designate one member to convene and organize the first meeting of the commission at which the commission shall elect a chairperson and a vice-chairperson from among its voting members. The commission shall meet at least four times a year and additionally on call of the chairperson.

A quorum shall consist of eight three members. All actions of the commission shall be taken by a majority of the voting members of the commission.

- (c) Each member of the commission who is not a state employee <u>and who is person with a disability or family member</u> shall be <u>eligible</u> <u>for paid mileage</u> and other expenses as provided by K.S.A. 75-3212, and amendments thereto. <u>Members shall otherwise serve without compensation.</u>
- (d) The commission shall establish measurable goals and objectives for the state of Kansas to ensure implementation of this act and the policy in section two. and to provide oversight of the act's implementation in the public and private sector. The commission shall track the measurable progress of public agencies and private employers in implementing this act.
- (e) The commission shall issue an annual report on or before January 28 1_each year which shall be presented to the governor and members of the state legislature. The report shall detail <u>progress toward the goals, objectives</u> and <u>progress toward full implementation of the policy set forth in section two of this act</u>. All state agencies shall cooperate with the commission. On_on the creation and dissemination of the annual report. <u>t-The</u> report also shall identify barriers to achieving the outcomes along with the effective strategies and policies that can help realize the employment first initiative.
- (f) The department of social and rehabilitation services shall be the lead agency responsible for compiling data and coordinating the preparation of the annual report at the direction of the commission.
- (g) The authority of the commission pursuant to Section 3 of this act shall sunset on July 1, 2015.
- Sec. 4. This act shall take effect and be in force from and after its publication in the statute book.

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HOUSE BILL No. 2658

By Committee on Appropriations

2-5

Revisor's Technical Balloon Amendments 2 March 5, 2010 z2658h1.pdf

House Commerce & Labor Date: 3 - 11 - 10 Attachment # 2_____

Notwithstanding

AN ACT concerning the state fair board; authorizing the purchase of workers compensation insurance.

Be it enacted by the Legislature of the State of Kansas:

Section 1. (a) From and after January 1, 2011, notwithstanding any provision of K.S.A. 75-4101, or any amendments thereto, to the contrary, the state fair board is hereby authorized to purchase workers compensation insurance independent of the committee on surety bonds and insurance. All workers compensation insurance contracts purchased by the state fair board pursuant to this section shall be purchased by the state fair board subject to and in accordance with the provisions of subsection (b).

- (b) All insurance contracts or contracts for workers compensation purchased by the state fair board pursuant to subsection (a), and amendments thereto, shall be purchased by the state fair board in the manner prescribed for the purchase of supplies, material, equipment or contractual services under K.S.A. 75-3738 to 75-3744, inclusive, and amendments thereto. Any such contract having a premium or rate in excess of \$500 shall be purchased on sealed bids.
 - (c) On and after the effective date of this act, the state fair board may:
- (1) Investigate the possibility of acquiring workers compensation insurance: or
- (2) initiate procedures to acquire workers compensation insurance. Any such workers compensation insurance shall not take effect before July 1, 2010.
- (d) If the state fair board acquires workers compensation pursuant to this section, the state fair board shall notify the secretary of administration of the effective date of the workers compensation policy acquired. From and after the end of the payroll period in which such workers compensation policy takes effect, the self-insurance assessment required by K.S.A. 44-576, and amendments thereto, shall no longer be made and the director of accounts and reports shall cease to transfer any funds of the state fair board to the state workers compensation fund.
- (e) On and after the effective date in subsection (d), the term "state agency" as defined in K.S.A. 2009-Supp. 44-575, and amendments

thereto, shall not include the state fair board. The state fair board shall not be a self-insurer under K.S.A. 2009 Supp. 44-575, and amendments thereto, nor shall it be covered by the state workers compensation insurance fund or subject to the self-insurance assessment imposed under K.S.A. 2009 Supp. 44-575, and amendments thereto.

Sec. 2. This act shall take effect and be in force from and after its publication in the Kansas register.

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