

MINUTES

JOINT COMMITTEE ON STATE BUILDING CONSTRUCTION

February 5, 2008
Room 123-S—Statehouse

Members Present

Senator Dwayne Umbarger, Chairperson
Representative Joe Humerickhouse, Vice-Chairperson
Senator Laura Kelly
Representative Steven Brunk
Representative Bill Feuerborn
Representative Bob Grant
Representative Jo Ann Pottorff

Members Absent

Senator Pat Apple - excused
Senator Greta Goodwin - excused
Senator Stephen Morris - excused

Staff Present

Audrey Dunkel, Kansas Legislative Research Department
Kimbra Caywood McCarthy, Kansas Legislative Research Department
Reed Holwegner, Kansas Legislative Research Department
J. G. Scott, Kansas Legislative Research Department
Julian Efird, Kansas Legislative Research Department
Aaron Klaassen, Kansas Legislative Research Department
Mike Corrigan, Office of the Revisor of Statutes
Helen Abramson, Committee Assistant

Conferees

Ethan Erickson, Department of Transportation
Terry Marmet, Kansas Historical Society
Jennie Chinn, Kansas Historical Society

Others Attending

See attached list.

Staff presented additional clarification concerning the information that was given to the Committee yesterday by the Department of Commerce with regard to FY 2009 relating to the \$170,000 the agency requested from federal funds for capital improvements. The dollar amount is still correct; but the information provided was incorrect — \$70,000 is for debt service and \$30,000 of the \$100,000 is for the roof repair, with the remaining \$70,000 for general rehabilitation and repair.

Committee discussion followed concerning the warranty of the roof repair and the use of the current vendor for the roof repair.

Representative Feuerborn moved the Committee concur with the Governor's recommendation for FY 2008 and FY 2009 Department of Commerce's capital improvement requests. Vice-Chairperson Humerickhouse seconded. Motion carried.

Staff presented an overview of the School for the Blind's FY 2008 and FY 2009 capital improvement requests (Attachment 1).

The agency estimated FY 2008 capital improvement expenditures of \$218,816, an increase of \$38,236, or 21.2 percent, above the approved amount of \$180,580. The increase is the result of a State Institutions Building Fund reappropriation of \$37,515 for the underground drain installation projects and \$721 for rehabilitation and repair.

The Governor concurs with the agency's revised FY 2008 estimate.

For FY 2009, the agency requests capital improvement expenditures of \$312,602. This request includes \$210,472, all from the State Institutions Building Fund (SIBF), for a proximity card access; \$74,360, all from the SIBF, for rehabilitation and repair; and \$27,770, all from the State General Fund, for the debt service principal.

The Governor concurs with the agency's FY 2009 request.

Representative Pottorff moved the Committee concur with the Governor for FY 2008 and FY 2009 School for the Blind's capital improvement requests. Vice-Chairperson Humerickhouse seconded. Motion carried.

Staff presented an overview of FY 2008 and FY 2009 School for the Deaf's capital improvement request (Attachment 2).

The agency estimates FY 2008 capital improvement expenditures of \$380,177, an increase of \$8,713, or 2.3 percent, above the approved amount of \$371,464. The increase is the result of a State Institutions Building Fund (SIBF) reappropriation of \$8,090 to tuckpoint and seal the Roth Building, and \$623 for the east wing of the Roth dormitory renovation projects.

The Governor concurs with the agency's revised current year estimate.

The agency requests FY 2009 capital improvement expenditures of \$1,090,613. This request includes:

- An enhancement request of \$162,000, all from SIBF, for fire and safety code compliance in the Roth Administration building;
- An enhancement request of \$224,162, all from the SIBF, for architect fees for the remodeling of the west wing of the Roth dormitory;

- An enhancement of \$208,625 all from the SIBF, to remove asbestos and lead paint;
- \$190,000, all from the SIBF, for rehabilitation and repair, including an enhancement request of \$5,000, all from the SIBF, for additional rehabilitation and repair. Without the enhancement, the agency's rehabilitation and repair request totals \$190,000; and
- \$58,826, all from the SGF, for debt service principal.

The Governor recommends total capital improvement expenditures of \$415,82, including \$58,826 from the SGF for FY 2009. The Governor does not recommend the enhancements for architect fees for the remodeling of the west wing of Roth dormitory, to upgrade the electrical distribution system, or to remove asbestos and lead paint. The Governor concurs with the remainder of the agency's FY 2009 request.

Senator Kelly moved the Committee concur with the Governor's recommendation for the School for the Deaf's FY 2008 and FY 2009 capital improvement requests. Vice-Chairperson Humerickhouse seconded. Motion carried.

Staff presented an overview of the Kansas Department of Transportation's FY 2008 and FY 2009 capital improvement requests (Attachment 3).

The agency requests expenditures of \$8,830,274, all from the State Highway Fund, for building projects in FY 2008. Expenditures include \$4,754,100 for projects and \$4,076,174 for rehabilitation and repair.

The Governor concurs with the agency's FY 2008 request.

The agency requests expenditures of \$15,913,987, all from the State Highway Fund, for building projects in FY 2009. Expenditures include \$12,655,365 for projects and \$2,258,622 for rehabilitation and repair.

The Governor recommends expenditures of \$13,392,987, all from the State Highway Fund, for building projects in FY 2009. The expenditures include \$10,134,365 for projects and \$3,258,622 for rehabilitation and repair, but makes some reductions in the projects that the agency requested. The Governor did not recommend funding for land acquisitions in various locations, or the two headquarters at Wichita for Troop F.

Staff said that the Governor's lack of funding for land acquisitions will not affect any program already in place as the land accusations are for future projects on the drawing board.

Discussion followed concerning purchase of lands at various locations. Staff said that the agency tries to budget for the life expectancy of some of its facilities and place them in that cycle, but what actually happens in that cycle, may cause changes.

Ethan Erickson, KDOT, remarked that the agency has building projects anticipated for FY 2009 and that is what that dollar amount reflects. KDOT does an assessment yearly.

Discussion followed concerning the F Troop in Wichita and the space that the Kansas Highway Parol leaves behind. Also, discussed was the number of wash bays and the reason for their large expense.

Representative Grant moved to concur with the Governor's recommendation for FY2008 and FY 2009 Department of Transportation's capital improvement requests. Vice-Chairperson Humerickhouse seconded. Motion carried.

Staff presented an overview of the FY 2008 and FY 2009 Kansas State Historical Society's capital improvement requests. The increase in emergency repairs in FY 2009 is due to a Governor recommended funding increase of \$173,225 from the Expanded Revenue Fund for Historic Sites rehabilitation and repair (Attachment 4).

The agency requests \$702,713, including \$349,167 from the State General Fund, for capital improvements in FY 2008. This included a supplemental request of \$20,413, all from special revenue funds, for the structural stabilization of the Goodnow House in Manhattan.

The Governor recommends \$544,580, including \$349,167 from the State General Fund, for capital improvements in FY 2008. The Governor recommends the agency's supplemental request for special revenue funding for the structural stabilization of the Goodnow House in Manhattan. The difference of \$158,133, all from special revenue funds, is due to an inadvertent inclusion of expenditures.

The agency requests \$815,335, including \$615,335 from the State General Fund, for capital improvements in FY 2009. This includes enhancements totaling \$490,335, all from the State General Fund, for FY 2009.

- \$615,335 from the State General Fund. The agency requests \$125,000 from the State General Fund for emergency repairs and maintenance. The remainder of the agency's State General Fund request for projects includes: \$238,185 for Museum maintenance and repair, and \$252,150 for historic sites preservation and development.
- \$200,000 in all other funds. The agency's request includes \$200,000 from special revenue funds for capital improvements to the Fort Hays guardhouse exhibits.

The Governor recommends \$825,000, including \$125,000 from the State General Fund, for capital improvements in FY 2009. The Governor's recommendation includes \$125,000 from the State General Fund for emergency repairs. The Governor concurs with the agency's request for \$200,000, all from special revenue funds, for the Fort Hays Guardhouse improvements. The Governor's recommendation includes \$500,000 from the Expanded Lottery Act Revenue Fund for the following projects: \$172,000 for collection shelving, \$154,775 for Goodnow House rehabilitation and repair, and adds an additional \$173,225 for historic site rehabilitation and repair.

Committee discussion followed regarding the concern of delaying the steam replacement system at the Historical Museum. Terry Marmet, Director of Historical Sites, said the museum could go another year without the steam replacement, but that the boiler is on borrowed time and there has been some humidity issues this time of the year.

Jennie Chinn, Executive Director, Historical Society, said the agency was very pleased with the funding of the collection shelving, the funding for the Goodnow House rehabilitation and repair, and additional \$173,225 for historic sites rehabilitation and repair and will enter into a contract at the end of the year for one half of the projects and the other half the following year. Also, the humidity factor is for paper and not people.

Committee discussion followed concerning the \$125,000 from the State General Fund for FY 2009 emergency repairs and maintenance. Director Chinn noted that each year the KSHS received \$125,000 for general emergency repair, and that has been the standard allocation. Sometimes, money is rolled over if projects have not been done, but has been requested from an earlier budget, but in this case the \$500,000 that was funded by the Expanded Lottery Act Revenue Fund (ELARF) is to try to address some of the needs at the historical sites and facilities for deferred maintenance costs. That includes the \$173,225, though it is where it was placed in the budget.

The Joint Committee on State Building Construction expresses concern over the use of ELARF dollars for capital improvements projects in the state. The ELARF is a new fund, and as such, revenue regarding the Expanded Lottery Act casts further doubt on the revenue to the ELARF.

Senator Kelly moved for the Committee to concur with the Governor's FY 2008 and FY 2009 recommendation for the Kansas State Historical Society with the exception that the Joint Committee on State Building Construction recommends the shift of expenditures from the ELARF to the State General Fund in FY 2009 and recommends review of this shift at Omnibus. Representative Pottorff seconded. Motion carried.

Chairman Umbarger adjourned the meeting at 1:30 p.m.

Prepared by Helen Abramson
Edited by Audrey Dunkel

Approved by Committee on:

July 10, 2008

(Date)

