Session of 2015

HOUSE BILL No. 2085

By Committee on Appropriations

1-22

 AN ACT concerning the Kansas turnpike authority; relating to annual reports; contracts between the secretary of transportation and the authority; director; amending K.S.A. 68-2015 and K.S.A. 2014 Supp. 68-2003, 68-2021 and 68-2021a and repealing the existing sections.

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

Section 1. K.S.A. 2014 Supp. 68-2003 is hereby amended to read as follows: 68-2003. (a) There is hereby created a body politic and corporate to be known as the Kansas turnpike authority. The authority is hereby constituted a public instrumentality and the exercise by the authority of the powers conferred by this act in the construction, operation and maintenance of turnpike projects shall be deemed and held to be the performance of an essential governmental function.

14 (b) The Kansas turnpike authority shall consist of five members. Two 15 members shall be appointed by the governor for terms of four years. The 16 members appointed by the governor shall be residents of the state and shall 17 each year be owners of revenue bonds issued by the Kansas turnpike 18 authority. One member of the authority shall be the secretary of 19 transportation. One member shall be the chairperson of the committee on 20 transportation of the senate, and one member shall be a member of the 21 committee on transportation of the house of representatives and shall be 22 appointed by the speaker of the house of representatives. Any person 23 appointed by the governor to fill a vacancy on the authority shall be 24 appointed to serve only for the unexpired term, and a member of the 25 authority shall be eligible for reappointment. A member of the authority 26 may be removed by the governor for misfeasance, malfeasance or willful 27 neglect of duty, but only after reasonable notice and a public hearing 28 conducted in accordance with the provisions of the Kansas administrative 29 procedure act. Each member of the authority, before entering upon the 30 member's duties, shall take and subscribe an oath or affirmation as 31 required by law.

(c) The authority shall elect one member as chairperson of the authority and another as vice-chairperson. The authority shall also elect a secretary-treasurer who need not be a member of the authority. The chairperson, vice-chairperson and secretary-treasurer shall serve as officers at the pleasure of the authority. Three members of the authority shall

constitute a quorum and the affirmative vote of three members shall be 1 2 necessary for any action taken by the authority. No vacancy in the 3 membership of the authority shall impair the right of a quorum to exercise 4 all the rights and perform all the duties of the authority.

5 (d) Members of the Kansas turnpike authority attending meetings of 6 such authority, or attending a subcommittee meeting thereof authorized by 7 such authority, shall be paid compensation, subsistence allowances, 8 mileage and other expenses as provided in K.S.A. 75-3223, and 9 amendments thereto.

10 (e) On and after July 1, 2013, the secretary of transportation shall serve as the director-of operations of the authority. The director-of-11 operations shall be responsible for the daily administration of the toll 12 13 roads, bridges, structures and facilities constructed, maintained or operated pursuant to this act. The director-of operations or the director's designee 14 15 shall have such powers as are necessary to carry out these responsibilities. 16 The provisions of this subsection shall expire and have no effect on and 17 after July 1, 2016.

18 Sec. 2. K.S.A. 68-2015 is hereby amended to read as follows: 68-19 2015. Each turnpike project when constructed and opened to traffic shall 20 be maintained and kept in good condition and repair by the authority. Each 21 such project shall also be policed and operated by such force of police, 22 toll-takers and other operating employees as the authority may in its 23 discretion employ.

24 All private property damaged or destroyed in laying out and 25 constructing said turnpike project shall be restored or repaired and placed in its original condition as nearly as practicable or adequate compensation 26 made therefor out of funds provided under the authority of this act. 27

28 All counties, cities, towns and other political subdivisions and all public agencies and commissions of the state, notwithstanding any 29 30 contrary provision of law, are hereby authorized and empowered to lease, 31 lend, grant or convey to the authority at its request upon such terms and 32 conditions as the proper authorities of such counties, cities, towns, political 33 subdivisions, agencies or commissions of the state may deem reasonable 34 and fair and without the necessity for any advertisement, order of court or 35 other action or formality, other than the regular and formal action of the 36 authorities concerned, any real property which may be necessary or 37 convenient to the effectuation of the authorized purposes of the authority, 38 including public roads and other real property already devoted to public 39 use

40 On or before the thirty-first day of March in each year Annually, prior 41 to the 10th day of each regular session of the legislature, the authority shall make an annual report of its activities for the preceding-calendar fiscal 42 43 year to the governor. Each such report shall set forth a complete operating

and financial statement covering its operations during the year. The
authority shall cause an audit of its books and accounts to be made at least
once in each year by certified public accountants and the cost thereof may
be treated as a part of the cost of construction or operation of the project.

5 Any member, agent or employee of the authority who contracts with 6 the authority or is interested, either directly or indirectly, in any contract 7 with the authority or in the sale of any property, either real or personal, to 8 the authority shall be punished by a fine of not more than one thousand 9 dollars (\$1,000) \$1,000 or by imprisonment for not more than one (1) year, 10 or both.

11 Sec. 3. K.S.A. 2014 Supp. 68-2021 is hereby amended to read as follows: 68-2021. On and after July 1, 2016, The secretary of 12 transportation and the Kansas turnpike authority are hereby authorized and 13 empowered to contract with each other, by the terms of which contract or 14 contracts the secretary may undertake: (1) To provide personnel and 15 16 equipment, either of the department of transportation or consulting or 17 contracting firms, required in making any traffic and cost studies or 18 surveys or origin-destination studies necessary preliminary to financing by 19 the Kansas turnpike authority of any particular toll project undertaken as 20 authorized by law, and to do such work; and

21 (2) to provide personnel and equipment required, and to do any 22 engineering, geological work, soils testing or materials testing which may 23 be required by the Kansas turnpike authority either preliminary to the 24 financing of any particular toll project authorized by law or which may be 25 required after such financing and during the construction of such project. The charges for services contemplated by such project shall be made by 26 the secretary of transportation on the basis of the total and actual cost to 27 28 the department of all wages, salaries, expenses, equipment rental, damage 29 to equipment, depreciation or other charges and expenses chargeable to the 30 services to be rendered to the Kansas turnpike authority, except that the 31 total amount of any credit and funds advanced hereunder shall not at any 32 one time exceed the sum of \$250,000.

33 Sec. 4. K.S.A. 2014 Supp. 68-2021a is hereby amended to read as 34 follows: 68-2021a. (a) The secretary of transportation and the Kansas 35 turnpike authority are hereby authorized and empowered to contract with 36 each other to provide personnel and equipment and other resources, either 37 of the department of transportation, the Kansas turnpike authority or 38 consulting or contracting firms for: (1) Recordkeeping, reporting, 39 administrative, planning, engineering, legal and clerical functions; and (2) 40 construction, operation and maintenance of turnpike projects and highways 41 of the state.

42 (b) The Kansas turnpike authority shall retain its separate identity, 43 powers and duties as an instrumentality of the state. Duplication of effort,

facilities and equipment shall be minimized by the authority and the 1 secretary of transportation in operation and maintenance of turnpikes and 2 highways of the state. The authority and the secretary are authorized to 3 take such action as necessary to implement this section, including the 4 temporary transfer of personnel, property and equipment from the 5 authority to the secretary, and the secretary to the authority, to effect 6 7 contracts described in subsection (a). The integrity of the bonded 8 indebtedness shall be maintained through the actions of the authority.

9 (c) The provisions of this section shall expire and have no effect on 10 and after July 1, 2016.

11 Sec. 5. K.S.A. 68-2015 and K.S.A. 2014 Supp. 68-2003, 68-2021 and 12 68-2021a are hereby repealed.

Sec. 6. This act shall take effect and be in force from and after itspublication in the statute book.