

MINUTES OF THE HOUSE COMMITTEE ON TAXATION

The meeting was called to order by the Chairman at 9:00 a.m. February 14, 2001 in Room 519-S of the Capitol.

All members were present except: Representative Mays, excused

Committee staff present: Chris Courtwright, Legislative Research Department  
April Holman, Legislative Research Department  
Don Hayward, Revisor  
Winnie Crapson, Secretary

Conferees appearing before the committee: Don L. McNeely, Kansas Automobile Dealers Assn.

Others attending: See attached list.

The Chairman opened the meeting for bill introductions.

By unanimous consent bill will be introduced to amend the statute requiring early payment of sales tax collections to raise the threshold to \$75,000 as requested by Hal Hudson on behalf of the National Federation of Independent Business. [HB 2512 - Sales tax payment timing]

By unanimous consent bill will be introduced to allow water customers to borrow from reserve account in water marketing fund to make repairs to reservoirs without having to be authorized each year as requested by Representative Flora. [HB 2506 - Use of reserve account in water marketing fund; authorizing the Kansas Water Office to borrow funds for certain purposes]

**Hearing was opened on:**

**HB 2089 - Sales tax treatment of automobile manufacturer rebates.**

Representative Gatewood presented testimony in support of **HB 2089** (Attachment #1) and responded to questions from members of the Committee.

Don L. McNeely presented testimony in support of **HB 2089** on behalf of the Kansas Automobile Dealers Association (Attachment #2). He responded to questions from members of the Committee.

**Hearing on HB 2089 was closed.**

Chairman Edmonds announced that he has been advised that the Rules require that bills introduced by exempt committees are in the general subject matter of the committee. To bring the Committee in line with the Rules of the House the Chairman will insist that bills to be introduced by the committee have some tax implications.

The meeting adjourned at 9:17 a.m. The next scheduled meeting is February 15.