MINUTES OF THE HOUSE COMMITTEE ON TAXATION

The meeting was called to order by the Chairman Edmonds at 9:02 a.m. March 8 in Room 519-S of the Capitol.

Representative Mays, excused
Chris Courtwright, Legislative Research Department
April Holman, Legislative Research Department
Don Hayward, Revisor
Winnie Crapson, Secretary
ittee:
Representative Merrick
Hal Hudson, National Federation of Independent Business
Marlee Carpenter, Kansas Chamber of Commerce and Industry
Ron Hein, Kansas Restaurant and Hospitality Association

Others attending:

See attached list.

<u>Hearing was opened on:</u> <u>HB 2512 - Sales tax payment timing</u>

Hal Hudson presented testimony in support of <u>HB 2512</u> on behalf of the National Federation of Independent Business (<u>Attachment #1</u>). In response to questions from members of the Committee Mr. Hudson pointed out that K.S.A. 79-3607 requires return of taxes on sales for which the retailer has not yet collected payment.

Marlee Carpenter presented testimony in support of <u>HB 2512</u> on behalf of the Kansas Chamber of Commerce and Industry (<u>Attachment #2</u>), and responded to questions from members of the Committee.

Ron Hein presented testimony in support of <u>HB 2512</u> on behalf of the Kansas Restaurant and Hospitality Association (<u>Attachment #3</u>), and responded to questions from members of the Committee.

Written testimony of Natalie Bright was distributed in support of <u>HB 2512</u> on behalf of the Wichita Independent Business Association and Kansas Organization for Private Enterprise (<u>Attachment #4</u>), and responded to questions from members of the Committee.

Hearing on HB 2512 was closed.

The Chairman opened consideration of HB 2408, Blue Valley recreation system.

Representative Merrick referred to his testimony at the hearing on March 7 that it was his intention to offer three amendments. He provided the Committee with balloons covering those amendments (<u>Attachments #5, #6 and #7</u>). He explained each amendment and responded to questions from Committee members.

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CONTINUATION SHEET

Representative T. Powell moved adoption of amendment #1: On page 1, line 16 to delete language in (a) Except as provided by subsection (b) The, inserting: Except as provided in subsection (b), the; and on page 2 delete lines 19 through 24 and substitute as (b), Prior to adopting the budget pursuant to subsection (a), the Blue Valley recreation commission appointed by the Blue Valley unified school district No. 229 shall submit its proposed budget to the board of education of such school district. The school board either shall approve, or modify and approve, the proposed budget. The recreation commission shall adopt such budget as approved, or modified and approved, by the board. Section references to be changed as appropriate. Representative Vickrey seconded and amendment was adopted.

Representative T. Powell moved adoption of amendment #2: On page 5, line 35, add: *Any levy made pursuant to this section shall be considered to be part of the recreation commission's general fund for the purpose of determining the maximum annual mill levy pursuant to K.S.A. 12-1927 and amendments thereto.* Representative Vickrey seconded and amendment was adopted.

Representative T. Powell moved adoption of amendment #3: On page 5, in line 8, insert after "No real property may be purchased "*or leased, including any renewal thereof, for a term exceeding three years.* Representative Vickrey seconded

Representative Hutchins moved a substitute motion to change the term to two years. Representative Powers seconded. The substitute motion failed.

Motion to adopt amendment #3 was adopted.

Representative T. Powell moved recommend **HB 2408** as amended favorable for passage. Representative Vickrey seconded and motion was adopted.

(N.B. Refer to further technical amendments made to HB 2408 on March 12.)

The meeting adjourned at 10:16 a.m. The next scheduled meeting is March 12.