Approved: April 30, 2004

MINUTES OF THE HOUSE ECONOMIC DEVELOPMENT COMMITTEE

The meeting was called to order by Chairman Kenny Wilk at 9:30 a.m. on April 29, 2004 in Room 241-N of the Capitol.

All members were present.

Committee staff present:

Kathie Sparks, Legislative Research Department Renae Jefferies, Office of Revisor of Statutes Helen Pedigo, Office of Revisor of Statutes Fulva Seufert, Secretary

Conferees appearing before the committee:

Others attending:

See Attached List.

Chairman Wilk asked the Committee members to direct their attention to <u>Substitute SB 395.</u> He asked Ms. Helen Pedigo, Office of Revisor of Statutes, to speak to the provision.

Ms. Pedigo addressed the following two alternatives:

Page 11, Sec. 3, K.S.A. 12-1774 to strike "including, but not limited to, furnishings or equipment" and add "as defined in the state property tax laws."

The other alternative from Gilmore and Bell was to put "pertaining to STAR Bonds and leave other TIF revenue source intact.

Ms. Pedigo said that everything else in the bill has been adopted except these provisions. (Attachment 1)

Representative Gordon made a motion to approve these amendments, and Representative Boyer seconded. During discussion, Representative Carlin questioned the word "deemed," and a revisor said that it was there to complete the sentence structure. The vote was taken, and the motion passed.

The Chair announced that the Committee was back on the amended **Sub. SB 395.**

The Chair recognized Representative Brunk who presented the following amendment:

Page 5, 1770a which says that "redevelopment project costs incurred in connection with redevelopment projects using special obligation bond financing pursuant to subsection (a) (2) (D) of K.S.A. 12-1774, and amendments thereto, in connection with the construction of buildings and other structures to be owned by a city shall not exceed 15% of the total capital investment of the special bond project. (Attachment 2)

Representative Brunk made a motion to approve this amendment, and Representative Novascone seconded. During discussion, Representatives Krehbiel, Boyer and Kuether said they opposed the amendment because they think it is restrictive, and that STAR Bonds legislation was not intended to be specific. When the vote was taken, the motion failed.

The Chair announced that the Committee was back on the amended bill.

Chairman Wilk asked if any member had any objection to the staff making the necessary clarifications to the bill to make more clear the original intent. This includes striking "including but not limited to furnishings or equipment" and adding "as defined in the state property tax codes." It was also noted that personal property means anything that is not real property.

Representative Kuether made a motion that staff be instructed to change any language necessary to clarify the intent. Representative Burroughs seconded. Motion passed.

CONTINUATION SHEET

MINUTES OF THE HOUSE ECONOMIC DEVELOPMENT COMMITTEE at 9:30 a.m. on April 29, 2004 in Room 241-N of the Capitol.

Representative Krehbiel made a motion to approve all the revisions and that the revisors be allowed to make any necessary technical changes. During discussion, Representative Carlin expressed concern that legislators needed to be addressing concerns of their constituents. The vote was taken, and the motion passed. Representative Carlin asked to be recorded as a "no" vote.

Chairman Wilk recognized Mr. Matt Jordan, Department of Commerce, who thanked the committee for its discussion. He said he believed that there is now clarification, and that the Resolution is no longer needed.

Chairman Wilk thanked the Committee members for their indulgence and the staff for their expertise and dedication. He also thanked Mr. Weatherford and Secretary Wagnon for all their assistance.

Representative Gordon reported that she has received a report from Kansas, Inc. on its recommendations for the subcommittee, Lights, Camera, Action. She suggested that an interim committee should be requested to continue this study, and that copies of the report are available.

Representative Kuether reported that she learned while in California that the Kansas Film directors are excited about the prospect of returning home to Kansas.

Chairman Wilk told the members of the Committee and the staff that he had enjoyed working with them on some very exciting and interesting legislation.

Meeting adjourned at 10:15 a.m.