

MINUTES OF THE SENATE UTILITIES COMMITTEE

The meeting was called to order by Chairman Stan Clark at 6:00 p.m. on May 1, 2004 in Room 526-S of the Capitol.

All members were present.

Committee staff present:

Bruce Kinzie, Revisor of Statutes
Raney Gilliland, Legislative Research
Emalene Correll, Legislative Research

Conferees appearing before the committee:

M.. Lee Allison, Kansas Geological Survey and Chair of the Kansas Energy Council

Others attending: None recorded

Senator Clark opened hearing on:

HB 2703 - Valuation of rebuilt salvage vehicles for personal property tax purposes.

M. Lee Allison appeared as Chair of the Kansas Energy Council and explained the need to have a funding source to offer as a part of the Kansas bid for an experimental coal-fired electric generation hydrogen facility, and carbon dioxide sequestration project that would qualify under the proposed U.S. Department of Energy sponsored project known as FutureGen. (Attachment 1) The Attorney for the Kansas Development Finance Authority had advised the Kansas Energy Council on the previous Wednesday that the K DFA did not have the necessary legislative authority to issue revenue bonds and specific legislative authority would be required.

Moved by Senator Tyson, seconded by Senator Barone, to strike the current language from **HB 2703** and amend in the language prepared by the Revisor of Statutes to provide the K DFA authority to issue revenue bonds in the FutureGen project and to pass **HB 2703** out favorably as amended. Motion carried.
(Attachment 2)

Adjournment.

Respectfully submitted,

Ann McMorris, Secretary

Attachments - 2