Approved:			
	Date		

MINUTES OF THE HOUSE TAXATION COMMITTEE.

The meeting was called to order by Chairperson Wagle at 9:00 a.m. on March 22, 2000, in Room 519-S of the Capitol.

All members were present except: Representative Edmonds - excused

Representative Johnston - excused Representative Kirk - excused

Committee staff present: Chris Courtwright, Legislative Research Department

April Holman, Legislative research Department

Don Hayward, Revisor of Statutes Shirley Sicilian, Department of Revenue Ann Deitcher, Committee Secretary Edith Beaty, Taxation Secretary

Conferees appearing before the committee: John Federico

George Turner of General Motors

Whitney Damron Richard Rodewahl

Bernie Koch, Wichita Area C of C Marlee Bertholf of the Kansas C of C

HB 2972 - Enacting the harnessing opportunity, performance and excellence act.

The Chair recognized Bob Nugent of the Revisor's Office who spoke to the Committee in explanation of a balloon amendment for **HB 2972**. (Attachment 1).

It was moved by Representative Wilk and seconded by Representative Aurand to adopt **HB 2972.** The motion to adopt passed by a voice vote.

It was moved by Representative Gregory and seconded by Representative Palmer to change the word "require" to "allow" on line 4 of page 8. The motion to amend passed on a voice vote.

Representative Sharp made the motion to pass **HB 2972** favorably out of Committee. Representative Vickrey seconded the motion that was passed on a voice vote.

<u>HB 3041 - Relating to income taxation; concerning the credit for research and development activities.</u>

Marlee Bertholf, Director of Taxation and Small Business of the Kansas Chamber of Commerce and Industry, spoke as a proponent for **HB 3041**. (Attachment 2).

Speaking next in support of **HB 3041** was Bernie Koch, Vice President of Government Relations with the Wichita Area Chamber of Commerce. (Attachment 3).

Shirley Sicilian, asked what the fiscal note was on **HB 3041** said that for 2001 the amount was \$.5 million; 2002 would be \$1.2 million with that being the amount thereafter.

The hearing on **HB 3041** was concluded.

SB 624 - Property tax exemption for motor vehicle manufacturing tools and dies.

George Turner of General Motors appeared as a proponent of **SB 624.** (Attachments 4 and 5).

CONTINUATION SHEET

Unless specifically noted, the individual remarks recorded herein have not been transcribed verbatim. Individual remarks as reported herein have not been submitted to the individuals appearing before the committee for editing or corrections.

John Federico spoke to the Committee in support of **SB 624.** (Attachment 6).

Richard Rodewald, a former General Motors employee, spoke in favor of **SB 624**. (No written testimony was provided.)

Whitney Damron appeared as a proponent of SB 624. (No written testimony was provided.)

The hearing on SB 624 was concluded.

HB 2680 - Kansas-Missouri metropolitan cultural district compact amendment.

SB 116 - Sales tax exemption for Kansas Academy of Science purchases.

It was moved by Chairperson Wagle and seconded by Representative Tomlinson to amend **HB 2680** into **SB 116**. The motion was seconded by a voice vote.

It was moved by Representative Minor and seconded by Representative Gilbert to pass the adoption of the balloon amendment to **HB 2680**.

A substitute motion was made by Representative Tomlinson to pass out **HB 2680** without the amendment. It was seconded by Representative Wilk and failed on a voice vote.

The motion to amend HB 2680 passed on a voice vote.

Representative Minor moved and Representative Flora seconded the motion to pass **SB 116**, as amended favorably, out of Committee. The motion carried on a voice vote.

The meeting was adjourned at 10:20 a.m. The next meeting is on the call of the Chair.