

MINUTES OF THE SENATE COMMITTEE ON WAYS AND MEANS.

The meeting was called to order by Chairperson Stephen Morris at 10:40 a.m. on March 20, 2002 in Room 123-S of the Capitol.

All members were present except: All present

Committee staff present:

Alan Conroy, Chief Fiscal Analyst, Kansas Legislative Research Department
Deb Hollon, Kansas Legislative Research Department
Martha Dorsey, Kansas Legislative Research Department
Paul West, Kansas Legislative Research Department
Audrey Nogle, Kansas Legislative Research Department
Julian Efirid, Kansas Legislative Research Department
Becky Krahl, Kansas Legislative Research Department
Michael Corrigan, Assistant Revisor of Statutes
Judy Bromich, Assistant to the Chairman
Mary Shaw, Committee Secretary

Conferees appearing before the committee:

Joe Fritton, Director, Division of Facilities Management

Others attending: See attached list

Subcommittee reports on:

Department of Revenue (Attachment 1)

Subcommittee Chairman Morris reported that the Subcommittee concurs with the Governor's recommendations for FY 2002 with additional information available in the subcommittee budget report.

Subcommittee Chairman Morris reported that the Subcommittee concurs with the Governor's recommendations for FY 2003 with additional observations as listed in the subcommittee budget report.

Senator Salmans moved, with a second by Senator Barone, to amend the subcommittee report on the Department of Revenue to recommend an interim study concerning all encompassing property valuation formulas and use values developed by the Property Valuation Division. Motion carried on a voice vote.

Senator Schodorf moved, with a second by Senator Kerr, to adopt the subcommittee budget report on the Department of Revenue for the FY 2002 and FY 2003 budget as amended. Motion carried on a voice vote.

State Board of Tax Appeals (Attachment 2)

Subcommittee Chairman Schodorf reported that the Subcommittee concurs with the Governor's recommendations for FY 2002.

Subcommittee Chairman Schodorf reported that the Subcommittee concurs with the Governor's recommendations for FY 2003 with notations as listed in the subcommittee budget report.

Senator Schodorf moved, with a second by Senator Feleciano, to adopt the subcommittee budget report on the State Board of Tax Appeals for the FY 2002 and FY 2003 budget. Motion carried on a voice vote.

Kansas, Inc. (Attachment 3)

Subcommittee Chairman Kerr reported that the Subcommittee concurs with the Governor's recommendations for FY 2002.

CONTINUATION SHEET

Subcommittee Chairman Kerr reported that the Subcommittee concurs with the Governor's recommendations for FY 2003 with a notation as listed in the subcommittee budget report.

Kansas Technology Enterprise Corporation (Attachment 4)

Subcommittee Chairman Kerr reported that the Subcommittee concurs with the Governor's recommendations for FY 2002.

Subcommittee Chairman Kerr reported that the Subcommittee concurs with the Governor's recommendations for FY 2003 with an adjustment and a notation as listed in the subcommittee budget report.

Kansas Department of Commerce and Housing (Attachment 5)

Subcommittee Chairman Kerr reported that the Subcommittee concurs with the Governor's recommendations for FY 2002.

Subcommittee Chairman Kerr reported that the Subcommittee concurs with the Governor's recommendations for FY 2003 with an adjustment and a notation as listed in the subcommittee budget report.

Senator Kerr moved, with a second by Senator Jackson, to adopt the subcommittee budget report on Kansas, Inc, Kansas Technology Enterprise Corporation and the Kansas Department of Commerce and Housing for the FY 2002 and FY 2003 budget.

Copies of the Economic Development Initiatives Fund, dated March 17, 2002, were distributed by staff (Attachment 6).

Copies of the Kansas Department of Commerce and Housing Economic Development Initiatives Fund (EDIF) Block Grant Outcome Measures were distributed (Attachment 7).

Chairman Morris continued the public hearing on:

HB 2690--University research and development enhancement act

At the request of the Committee, Joe Fritton, Director, Division of Facilities Management, addressed the differences in the construction delivery methods allowed under this legislation (Attachment 8). Mr. Fritton explained that his testimony was not intended to address the ultimate objective of the proposed legislation, which is to encourage the construction of research facilities. Committee questions and discussion followed.

Chairman Morris thanked Mr. Fritton for appearing before the Committee, and there being no further conferees to come before the Committee, the Chairman closed the public hearing on **HB 2690**.

Committee discussion followed with members from the aviation industry regarding a possible National Institute for Aviation Research (NIAR) amendment. Senator Huelskamp requested in writing that staff research what the expectations are of what the State would have to pay, and when it will be paid, on bonds. Senator Adkins questioned the wording beginning on page 4, line 43 through page 5, line 3 of the bill and the Revisor noted that the wording should be deleted. Chairman Morris mentioned that plans are to work the bill at the next meeting.

The meeting adjourned at 11:50 a.m. The next meeting is scheduled for March 21, 2002.