

MINUTES OF THE HOUSE TAX COMMITTEE

The meeting was called to order by Chairman Richard Carlson @ 9:00 A.M. on January 14, 2009, in Room 535-N of the Capitol.

All members were present except Representatives Mario Goico and Representative Virgil Peck who were excused.

Committee staff present:

Chris Courtwright, Kansas Legislative Research Department (KLRD)
Hank Avila, Kansas Legislative Research Department (KLRD)
Gordon Self, Office of Revisor of Statutes
Scott Wells, Office of Revisor of Statutes
Kathy Beavers, Committee Assistant
Marla Morris, Office Assistant

Conferees:

Mark Beck, Director of Property Valuation Department (PVD)

Secretary Joan Wagon, on behalf of the Governor, introduced the Governor's Legislative Proposals (Attachment 1). They are:

- Freeze Corporate Franchise Tax Year 2008 Level
- Freeze Kansas Estate Tax Year 2008 Level
- Repeal of the Community Service Contribution Tax Credit
- Acceleration of Payment of Severance Tax by One Month

Secretary Wagon stood for questions.

Representative Julie Menghini made a motion to introduce bills in support of the four Governor's Legislative Proposals. The motion was seconded by Representative Melody McCray-Miller. The motion carried.

Representative Melvin Neufeld requested the committee introduce a bill to provide a sales tax exemption for the All American Beef Association, a non-profit entity, to provide steak dinners and other support for returning war veterans.

A motion was made by Representative Nile Dillmore to provide a sales tax exemption for the All American Beef Association, a non-profit entity, to provide steak dinners and other support for returning war veterans. Representative Jeff King seconded the motion. The motion carried.

Representative Don Hill requested the committee introduce a bill that would require an exception to the statutes allowing Lyon County additional sales tax authority.

Representative Nile Dillmore made a motion to introduce a bill that would require an exception to the statutes allowing Lyon County additional sales tax authority, retroactively. Representative Tom Hawk seconded the motion. The motion carried.

Chris Courtwright, KLRD, continued the review of Interim Tax Committee reports and stood for questions. The topics were:

- Attracting Aerospace engineers
- Modifying the Net Operating Loss Deduction for Kansas Income Tax Purposes

Mr. Mark Beck, Director of PVD, reviewed the sliders on Machinery and Equipment Reimbursement (Attachment 2). Information regarding counties with no M & E Reimbursement was distributed (Attachment 3). Mr. Beck stood for questions.

The meeting was adjourned at 10:21 A.M. The next meeting is scheduled for January 20, 2009, in Rm 535-N.