

Approved On: _____

Minutes of the House Committee on Assessment and Taxation. The meeting was called to order by E. C. Rolfs, Chairman, at 9:00 a.m. on February 17, 1986 in room 519 South at the Capitol of the State of Kansas.

The following members were absent (excused):

Representatives Roe, Ott, & Crowell

Committee staff present:


Tom Severn, Legislative Research
Melinda Hanson, Legislative Research
Don Hayward, Reviser of Statutes
Millie Foose, Committee Secretary

HB-2863, An act relating to levy limitations. Bev Bradley, Kansas Association of Counties, appeared in behalf of the bill. She stated the bill would continue to allow local units of government to use valuations in existence before the farm machinery exemptions for the purpose of establishing levies. (Attachment 1)

HB-2745, An act granting tax credits for research and development of hydrogen. Representative Leach moved, second by Schmidt, that the Federal definition of Research and Development be incorporated into the bill; that the credits be extended to all businesses; and that the title be amended. Representative Fox moved, second by Spaniol, that a substitute bill be adopted which would include the provisions of the Leach amendment and apply only to R&D conducted in Kansas. The substitute motion was withdrawn. The original motion was withdrawn. Representative Reardon moved, second by Fry, that the bill be amended to include the federal definition of Research and Development. The motion carried. Representative Wunsch moved, second by Wagnon, that the credits apply only to expenditures made within the State of Kansas. The motion carried. Representative Fox moved, second by Spaniol, that the bill be tabled. Representative Wagnon moved, second by Reardon, that the bill be reported favorably as amended. The substitute motion lost. The original motion lost.

Representative Fox moved, second by Spaniol, that a committee bill be introduced which would provide for a 1% R&D tax credit for all expenditures made within the state of Kansas providing for a maximum credit of 50% of State tax liability. The motion carried.

The minutes of the previous meeting were reviewed and approved. There being no further business, the meeting was adjourned.



Ed C. Rolfs, Chairman

Kansas Association of Counties

Serving Kansas Counties

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February 17, 1986

To: Rep. Ed Rolfs, Chairman
Members House Assessment & Tax Committee

From: Beverly Bradley, Legislative Coordinator
Kansas Association of Counties

Re: HB 2863

I appear before you today to support HB 2863. This bill was requested by Kansas Association of Counties to extend the provisions of 79-1973 which suspends all statutory fund and aggregate levy limitations. We request this extension through 1989 when reappraisal is finished and the new values are on the tax roles.

This statute was originally requested to give taxing authority to replace farm machinery taxes when farm machinery became exempt. We would like this extension to enable counties to fund their share of the reappraisal costs.

Thank you for your time. We would urge your favorable consideration.

Attachment 1

2-17-86
Hs. A&T