

Approved 4-23-86
Date

MINUTES OF THE House COMMITTEE ON Ways and Means

The meeting was called to order by Bill Buntten at
Chairperson

8:10 a.m./~~p.m.~~ on Thursday, April 10, 1986 in room 514-S of the Capitol.

All members were present except:

Committee staff present: Jim Wilson, Revisors Office
Gloria Timmer, Research
Laura Howard, Research
Sharon Schwartz, Administrative Aide
Nadine Young, Committee Secretary

Conferees appearing before the committee:

Representative Polson
John Wurth, Securities Commissioner
Chris Edmonds, Rimer & Koger Investments, Shawnee Mission
Marshall Crowther
Larry Woodson, Board of Agriculture
Bernie Hansen, Kansas Meat Processors
Stan Koplik, Board of Regents
Jim Cobler, Division of Accounts & Reports, D.O.A.
Others present (Attachment A)

Chairman Buntten called the meeting to order at 8:10 a.m.

HB 3080 -- an act relating to agricultural experiment stations; establishing the southwest Kansas agricultural experiment station and the southwest Kansas experiment station fee fund;

Representative Polson presented the bill to the committee. The purpose is to combine the administration of the two stations, requiring only one administrator. The name was changed to Southwest Kansas Experiment Station. There will be a savings in the budget. Representative Heinemann moved that HB 3080 be reported favorable for passage. Seconded by Representative Dyck. Motion carried.

SB 750 -- an act relating to securities; concerning unlawful acts by investment advisers; amending K.S.A. 17-1253 and repealing the existing section.

John Wurth, Securities Commissioner, explained the bill, which would allow investment advisors to be compensated in any manner permitted by rules and regulations of the Security Commissioner. Also allows conformity with federal investment act. Compensation would be based on performance of the portfolio by some investors.

Chris Edmonds of Rimer & Koger Investments, Shawnee Mission appeared in support of the bill.

Marshall Crowther appeared briefly and said that KPERS would welcome the opportunity to have the ability to negotiate, this would be another tool that could work to our advantage. He added that out of state firms would be approaching them with it.

Representative Heinemann moved to amend the bill with language "for the purposes of furthering compatibility with federal regulations authorizing fees based upon a share of the capital gains upon or capital appreciation of client assets". Representative Chronister seconded. Motion carried. On a motion by Representative Heinemann and a second by Representative Chronister, SB 750, as amended, was reported favorable for passage.

SB 727 -- concerning the Kansas meat and poultry inspection act; establishing certain annual fees; amending K.S.A. 65-6a18, 65-6a27 and 65-6a34 and repealing the existing sections

CONTINUATION SHEET

MINUTES OF THE House COMMITTEE ON Ways and Means,

room 514-S Statehouse, at 8:00 a.m./p.m. on Thursday, April 10, 1986

SB 727 (continued)

Larry Woodson appeared on behalf of Board of Agriculture in support. This bill would establish a graduated fee schedule for slaughter housing, poultry packing and dressing plants to help pay for meat and poultry inspection. It would raise \$12,300 in additional fees to help alleviate costs of the Kansas Meat and Poultry Inspection program. On a motion by Representative Chronister and a second by Representative Guldner, SB 727 was reported favorable for passage.

SB 733 -- concerning revenue bonds for buildings and facilities at educational institutions;

Stan Koplík appeared for Board of Regents in support of the bill. It would allow Board of Regents to issue revenue bonds for the purpose of rehabilitating or renovating a building. Current law authorizes revenue bonds for new construction only. The bill further specifically authorizes the Board of Regents to issue revenue bonds to renovate the student union at K.U. Student fees would pay off the bonds. The EBF would not participate in any revenue bond financing.

Representative Louis offered a motion to insert language requiring advice and consultation of the joint building construction committee. Seconded by Representative Solbach. Motion carried. On the bill, Representative Heinemann moved that SB 733, as amended, be reported favorable for passage. Seconded by Representative Solbach. Motion carried.

SB 762 -- concerning certain payments by the state; amending K.S.A. 75-3732 and repealing the existing section.

Jim Cobler addressed the committee and explained the bill. SB 762 would repeal the requirement for Accounts and Reports Division to issue a warrant on any claim in an amount less than \$5.00. Agencies are then authorized to pay said claim out of imprest or petty cash funds. There would be a positive fiscal note as warrants would not be processed at a cost greater than the amount of the warrant.

Representative Louis moved that the word "may" on Line 38 be changed to "shall". Representative Luzzati seconded. The motion was corrected to say that "shall unless otherwise directed by the Director of Accounts and Reports".

On the bill, Representative Duncan moved and Representative Luzzati seconded that SB 762, as amended, be reported favorable for passage.

Chairman turned to Sub for SB 347 - tax credits for agricultural loans. Subcommittee chairman King reported that his subcommittee still cannot reach an agreement. The bill remains in committee.

Chairman brought up for discussion SB 2993 relating to civil service act; concerning appeals of rates of compensation.

Representative Miller reported on the amendment to narrow the appeals time down to 60 days and suggested that a Sub for 2993 be adopted and reported favorable for passage. Seconded by Representative Teagarden. Motion carried.

Meeting adjourned at 9:00 a.m.

