

Approved March 28, 1988
Date

MINUTES OF THE SENATE COMMITTEE ON ECONOMIC DEVELOPMENT

The meeting was called to order by Senator Wint Winter, Jr. at
Chairperson

12:45 ~~xxx~~/p.m. on March 2, 1988 in room 254-E of the Capitol.

All members were present except:

- Senator Paul Burke - Excused
- Senator Paul Feleciano - Excused
- Senator Ben Vidricksen - Excused

Committee staff present:

- Bill Edds, Revisor of Statutes' Office
- Lynne Holt, Legislative Research Department
- Mary Allen, Secretary to the Committee

Conferees appearing before the committee:

- Charles Warren, Kansas Inc.

The meeting was called to order at 12:45 p.m. by the Chairman, Senator Wint Winter, Jr.

Senate Bill 470 - An Act concerning Kansas basic enterprises and Kansas basic industries; providing a means of identification thereof for economic development purposes.

Chairman Winter reminded the Committee that hearings have been held on SB 470 and some amendments suggested by the Kansas Department of Commerce have been adopted at previous Committee meetings.

Charles Warren, President of Kansas Inc., appeared before the Committee to present some proposed amendments to SB 470. (Attachment I)

The Committee began a discussion on each section of SB 470.

Senator David Kerr moved that SB 470 be amended on page 2, line 77 by striking the word "industrial". Senator Daniels seconded the motion. The motion carried.

Senator David Kerr moved that SB 470 be amended in New Section 2 by striking the words "except production for local consumption" from lines 62, 63, and 64. Senator Salisbury seconded the motion. The motion carried.

Senator Salisbury moved that SB 470 be amended in Section 3 by inserting a subsection (g) which would read "emphasize growth in those areas of the economy referred to as basic industries.". Senator David Kerr seconded the motion. The motion carried.

Senator Daniels moved that SB 470 be amended on page 14 in Section 13 (3)(A) by returning to the original language in that subsection and by inserting in line 519 the word "manufacturing" after the word "gas,". Senator David Kerr seconded the motion. The motion and the second to the motion were withdrawn.

Senator David Kerr stated that it was not the intention of the Interim Joint Committee on Economic Development, when it recommended the Kansas basic industries concept, to change the membership of Kansas Inc. He observed that changing this membership was never discussed and no hearings were held on the subject.

Senator Daniels moved that SB 470 be amended on page 14, in Section 13 by returning to the original language in subsection (A), lines 518 through 521, and by changing subsection (B) to provide that one member who is recognized for outstanding knowledge and leadership in the member's field be from another Kansas basic industry. Senator David Kerr seconded the motion. The motion carried.

Senator Kerr moved that SB 470 be amended on page 16, line 597 by reinserting the word "agricultural," on page 6, line 223 by reinserting the word "agriculture", and on page 7, line 249 by reinserting the word "agricultural". Senator Langworthy

CONTINUATION SHEET

MINUTES OF THE SENATE COMMITTEE ON ECONOMIC DEVELOPMENT,
room 254-E, Statehouse, at 12:45 ~~xxx~~/p.m. on March 2, 1988

seconded the motion. The motion carried.

Senator Karr moved that SB 470 be amended on page 17 by striking lines 622 and 623 and by inserting in lieu thereof the words "esses by Kansas businesses." Senator Daniels seconded the motion. The motion carried.

Senator Hayden moved that the minutes of the February 16, 1988, February 18, 1988, February 23, 1988, February 24, 1988, and February 25, 1988, meetings of the Committee be approved. The motion was seconded by Senator Salisbury. The motion carried.

The meeting was adjourned at 1:35 p.m. by the Chairman.

GUEST LIST

NAME

REPRESENTING

MARK A. BURGHART	REVENUE
Debbie Zabel	IPPRB, Univ. of Ms.
Terry Denker	KDOC
Richard Studd	KDOC
Jeffrey Combs	KG & E
JACK MONTGOMERY	KDOC
DIWAYNE ZIMMERMAN	KDOC
Charles Waver	Kansas Inc
Beth Tetzels	Kansas Inc
Richard Smith	WIBA



Governor Mike Hayden, Co-Chairman
Frank J. Becker, Co-Chairman

Charles R. Warren, President

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March 2, 1988

To: Senator Winter, Chair
Senate Economic Development Committee

From: Charles Warren, President
Kansas Inc.

Re: Proposed Amendments to S.B. 470

It has been suggested that in New Section 2 on lines 62, 63, and 64 that the words "except production for local consumption" be deleted. We support this recommendation. The particular areas of the economy referred to have a high potential for export and should be given preference by the state.

In Section 3 and 4, while Kansas Inc. understands that the Department of Commerce must assist a wide range of businesses and industries, the importance of basic industries to our overall economic development strategy should be recognized. For clarification purposes we propose the following be inserted:

Section 3 (g) "emphasize growth in those areas of the economy referred to as basic industries"

In Section 14 (p.16), line 0597 and 0598 with regard to Kansas Inc. the deletion of the word "agricultural" and the insertion of "industrial" changes the intent of who Kansas Inc. should be collaborating with. We prefer the original language which refers to "agricultural".

In Section 14 (p.17), line 0622 poses a problem in terms of Kansas Inc.'s 7 year evaluation. There is virtually no way to evaluate only those programs related to basic industries, yet it is more feasible to evaluate those major areas of the economic sector as referred to in the original language as "primary job creating".

Attachment I
Senate Eco Dev
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