

Approved 4/8/88 Date _____

MINUTES OF THE SENATE COMMITTEE ON TRANSPORTATION AND UTILITIES

The meeting was called to order by Sen. Bill Morris at _____
Chairperson

11:45 a.m./~~pm~~ on April 4, 1988 in ~~room~~ outside the Senate Chamber of the Capitol.

All members were present ~~except~~.

Committee staff present:

Bruce Kinzie, Revisor of Statutes
Louise Cunningham, Committee Secretary

Also present:

Pat Barnes, Kansas Motor Car Dealers Association
Tom Skinner, Department of Revenue
Conferees appearing before the committee:

Action on H.B. 3085 - Concerning supplemental places of businesses.

This bill was requested by the Department of Revenue because investigation of certain dealers has revealed activity which should constitute a violation of the Vehicle Dealers Act but is not because such conduct is not prohibited by statute and the statutes should be amended to reflect this fact. Currently the state is involved in a lawsuit brought on by Hertz and Avis which prohibits the Department from enforcing its interpretation that requires a vehicle dealer to conduct business only from an "established" and/or "supplemental" location. Without this bill the Department will be forced to discontinue enforcement of certain requirements with regard to all dealers.

A motion was made by Sen. Doyen and was seconded by Sen. Thiessen to amend H.B. 3085 by deleting Section. 5. This would return the section back to its original state with \$1000 for each violation. Motion carried.

A motion was made by Sen. Doyen and was seconded by Sen. Vidricksen to recommend H.B. 3085 as amended favorable for passage. Motion carried.

Meeting was adjourned at 11:55 a.m.