

Approved _____
Date 2-23-89

MINUTES OF THE SENATE COMMITTEE ON ECONOMIC DEVELOPMENT

The meeting was called to order by Senator Dave Kerr at _____
Chairperson

8:00 a.m./p.m. on February 21, 1989 in room 123-S of the Capitol.

All members were present except:

Committee staff present:

Bill Edds, Revisor of Statutes' Office
Lynne Holt, Kans Leg Research Dept
Carol de la Torre, Secretary to the Committee

Conferees appearing before the committee:

The meeting was called to order by the Chairman, Senator Dave Kerr.

It was moved by Senator Winter and seconded by Senator Vidricksen that the minutes from the February 14, 15, and 16, 1989 meetings be approved. Motion carried. Minutes approved.

The Chairman advised that the Committee would take action on Senate Bill 101. The Committee was given two handouts concerning this bill, one from Legislative Research on issues raised, the other a proposed amendment from Senator Kerr.

It was moved by Senator Winter and seconded by Senator Vidricksen to reserve \$5 million for investments into KVCI until December 31, 1989, at which time any unused portion of that amount would expire; reserve \$10 million for seed capital fund(s) in which KTEC, or its subsidiaries are an investor until June 30, 1990, at which time any unused portion of that amount would expire; raise the ceiling on investments subject to the tax credit to \$50 million versus \$40 million. After discussion, motion to amend was adopted.

It was moved by Senator Feleciano to amend a three year carryback provision into the bill. The Chairman stated that the Department of Revenue has confirmed that a simple three year carryback would not be burdensome for them administratively. It would accelerate the timetable in which these credits could be taken down. The motion was seconded by Senator Vidricksen. Motion carried.

Senator Winter moved and Senator Vidricksen seconded a motion to amend the expiration date on related seed funds to December 31, 1990. Motion carried. Amendment approved.

Senator Francisco questioned if the Committee would roll Senate Bill 89 into Senate Bill 101. He stated that the sponsor of the bill did approve of doing this. Senator Francisco moved the Committee amend the language in SB89 to be included in SB101. After comments, Senator Francisco withdrew his motion.

Senator Vidricksen moved to report Senate Bill 101 favorably, seconded by Senator Francisco. Motion carried. Senate Bill 101 was recommended favorably for passage.

CONTINUATION SHEET

MINUTES OF THE SENATE COMMITTEE ON ECONOMIC DEVELOPMENT,
room 123, Statehouse, at 8:00 a.m./p.m. on February 21, 1989.

The Committee next discussed Senate Bill 89 and language changes in line 49. The Chairman stated if the Committee wants to pass the bill it needs some modifying language. He stated he felt the present language seemed to go against "targeting" philosophy if it was opened up completely to any operating capital. After discussion and questions there was no desired action from the Committee. The bill will stay in the Committee.

The Chairman advised that the Committee would not meet on Wednesday, but that a meeting would be held Thursday to go over those bills that members would like to take action on, and determine the direction the Committee would like to take for the remainder of the session.

There being no further business, the meeting was adjourned.

