

Approved: 3-5-97  
Date

MINUTES OF THE HOUSE COMMITTEE ON TAXATION..

The meeting was called to order by Chairperson Phill Kline at 9:00 a.m. on February 24, 1997 in Room 519-S of the Capitol.

Committee staff present: Chris Courtwright, Legislative Research Department  
Tom Severn, Legislative Research Department  
Don Hayward, Revisor of Statutes  
Shirley Sicilian, Department of Revenue  
Ann McMorris, Committee Secretary

Conferees appearing before the committee:  
Rep. Carl Holmes, Chair, Fiscal Oversight Committee

Others attending: See attached list

Chair explained that the House has a new procedure this year as it relates to the implementation of a Fiscal Oversight Committee whose chairman is Rep. Carl Holmes. To give you a feel of how significant this issue of fiscal notes is, when we get to the end of the session, and by law the last bill is the budget bill, we will need to rectify these numbers. The determination of a fiscal note has dramatic implications as to how it relates to policy. Chairman Holmes will tell us how the committee works. We will be reviewing all the fiscal notes relating to bills this committee has heard and if there are any objections, we will take it before the Fiscal Oversight Committee for more clarification.

Bill Introduction

Moved by Rep. Powell, seconded by Rep. Donovan, introduction of a bill concerning altering the definition of public utilities to exclude electric generators, both equipment and business that controls it. Motion carried.

Following the explanation of the goals of the Fiscal Oversight Committee by Chairman Holmes, the committee reviewed fiscal notes on thirty nine bills in the Taxation Committee. (Attachment 1) Objection made on the following fiscal notes by the person named:

- HB 2033** - Remodeling labor services exempted from sales taxation - Rep. Kline
- HB 2034** - Sales tax refund on sales of food - Rep. Franklin
- HB 2047** - Sales tax exemption for broadcasting machinery and equipment - Rep. Shriver
- HB 2078** - Income tax credit for teacher donated supplies and materials - Reprs. Franklin & Donovan
- HB 2085** - Kansas estate tax act - Rep. Shore
- HB 2105** - Kansas tax equity and fairness act of 1997 - Reprs. Kline and Powell
- HB 2287** - Sales tax exemption for coin-operated car washes - Rep. Findley

The next meeting is scheduled for date to be determined.

Adjournment.

Attachment - 1



HOUSE TAXATION  
1997 LEGISLATURE  
COMMITTEE ACTION INDEX  
**FISCAL NOTE PROVIDED**

BILL NUMBER	SUBJECT	DATE OF HEARING/ DISCUSSION	FISCAL NOTE	DATE OF FINAL ACTION BY FULL COMM
HB 2005	Homestead Property Tax Allowable Refund Amounts Increased - Spec. Comm. On Property Taxation - Special Committee on Property Taxation			
HB 2006	Property Tax Treatment Of Cellular Communication Towers And Associated Real Property -Spec. Comm on Property Taxation	2-10-97	2-10-97 (5)	
HB 2016	County Appraisers, Full Time Employment Required - Rep. Correll	1-23-97	1-22-97 (6)	
HB 2017	Income Tax Rates - Rep. Powers		2-12-97 (7)	
HB 2019	Exemption from property tax of works, machinery and fixtures used by an entity performing functions of a rural water district - Shallenberger		2-12-97 (8)	
HB 2027	Income Tax Deduction For Long-Term Care Insurance Premium Costs - Rep. Powers	2-18-97	1-29-97 (10)	
HB 2029	Sales Tax Exemption For Providing Utility Service By Political Subdivisions -Comm on Taxation	2-4-97	2-3-97 (11)	
HB 2030	Property Tax Relief Act Of 1997 - Committee on Taxation - Helgerson	1-21-97; 1-22-97		1-22-97
HB 2031	School District Property Tax Levy Reduced - Comm on Tax/Governor	1-21-97; 1-22-97		1-31-97
HB 2032	Single-Individual Income Tax Rates Reduced - Tax comm/Governor	2-5-97	1-28-97 (12)	passed as amended 2/14
HB 2033	Remodeling Labor Services Exempted From Sales Taxation - Tax Comm.		2-6-97 (15) corrected	
HB 2034	Sales Tax Refund On Sales Of Food - Tax Comm./Governor	2-4-97	1-27-97 (17)	amended into H2032 2/14
HB 2035	Homestead Property Tax Refund Act Amendments - Tax Comm		2-5-97 (19)	
HB 2036	Income Tax Credit For Adoption Expenses - Tax comm.		1-28-97 (21)	

By -  
Pruitt

By  
Franklin

BILL NUMBER	SUBJECT	DATE OF HEARING/ DISCUSSION	FISCAL NOTE	DATE OF FINAL ACTION BY FULL COMM
HB 2037	Income Tax Credit For Property Tax Imposed On Business Machinery And Equipment - Tax comm. (Stev)	1-27-97	1-24-97 (23)	
HB 2047	Sales tax exemption for broadcasting machinery and equipment - Tax Comm.	2-10-97	2-5-97 (25) corrected	2/19 amended into 2107
HB 2051	Property tax refunds when valuation of residential property is increased - Findley & Tanner		1-31-97 (27)	
HB 2053	Tax relief act of 1997- Franklin			
HB 2054	Sales tax exemption for vitamins and dietary food supplements - Bradley		1-31-97 (28)	
HB 2076	Hotel defined for sales and transient guest tax purposes - Tax Comm	2-17-97	2-12-97 (29)	
HB 2077	Income tax credit for employment of certain disabled persons - Tax Comm	2-18-97	2-6-97 (30)	
HB 2078	Income tax credit for teacher donated supplies and materials - Tax Comm <i>DENEVAN</i>	2-12-97	2-6-97 (31)	
HB 2084	Sales tax payment responsibilities - Shore/Aurand/Benlon et al		2-7-97 (33)	
HB 2085	Kansas estate tax act - Shore/Adkins et al	2-12-97	2-11-97 (35)	
HB 2087	Sales tax exemption for certain health organizations - Tax Comm	2-17-97	2-7-97 (37)	2/19 amended into 2107
HB 2105	Kansas tax equity and fairness act of 1997 - Dept of revenue/Tax Comm	1-29-97;SC2/3	2-17-97 (39) corrected	2-13-97 as amended
HB 2107	Sales tax exemption for purchases by religious organization - Wilson, Adkins, Ballou et al	2-12-97	2-11-97 (42)	2/19 Passed out as amended
HB 2109	Sales tax refund authorized upon certain isolated sales of motor vehicles - Myers, Beggs, Benlon, et al		2-14-97 (44)	
HB 2111	Income tax personal exemption amounts conformed to federal amounts - Powell & Carmody	2-12-97	2-11-97 (46)	
HB 2113	Tax lien dormancy - Correll			
HB 2115	Sales tax exemption for girl scout cookies - Tax Comm		2-12-97 (48)	2/19 amended into 2107
HB 2116	Community college sales tax authorized - Tax Comm		2-14-97 (50)	

*of  
Shore*

*of  
Franklin*

*of  
Shore*

*of  
Powell*

BILL NUMBER	SUBJECT	DATE OF HEARING/ DISCUSSION	FISCAL NOTE	DATE OF FINAL ACTION BY FULL COMM
HB 2117	Approval by school districts of property tax exemptions - Tax Comm	2-11-97		
HB 2118	Sales tax exemption for Habitat for Humanity - Tax Comm/Larkin		2-7-97 (52)	2/19 amended into 2107
HB 2136	Sales tax blanket exemption certificates of political subdivisions authorized - Wempe & Ballard		2-13-97 (54)	
HB 2145	Sales tax exemption for parent teacher organizations- Sharp, Benlon, Adkins etal		2-18-97 (56)	2/19 amended into 2107
HB 2153	Insurance tax credit for accessibility to disabled individuals or newly constructed houses - Welshimer	2-17-97		
HB 2156	Severance tax exemption for oil and gas produced from horizontal drilling- Tax comm		2-12-97 (58)	
HB 2157	Valuation of business machinery and equipment for property tax purposes - Tax Comm.	2-11-97	2-14-97 (60)	
HB 2172	Business machinery and equipment property tax exemption, costs excluded from value - Tax Comm			
HB 2190	Silver-haired legislature funding - Tanner		2-19-97 (62)	
HB 2198	Sales tax exemption for purchases by water supply agencies - Tax comm	2-13-97	2-13-97 (64)	2/19 amended into 2107
HB 2242	Local compensating use tax imposed upon certain vehicles - Weiland	2-11-97	2-12-97 (66)	
HB 2246	Exclusion of interest income from income taxation - Presta, Bradley etal	2-17-97		
HB 2251	Sales tax exemption for materials necessary to make certain facilities accessible to disabled - Freeborn		2-19-97 (67)	
HB 2270	Local compensating use tax imposed upon certain intrastate sales or motor vehicles - Tax Comm	2-11-97	2-18-97 (69)	
HB 2277	Property tax exemptions of political subdivisions, offices of medical service providers - tax comm.			

BILL NUMBER	SUBJECT	DATE OF HEARING/ DISCUSSION	FISCAL NOTE	DATE OF FINAL ACTION BY FULL COMM
HB 2287	Sales tax exemption for coin-operated car washes -Shallenburger, Burroughs et al		2-18-97 (71)	
HB 2291	Personal exemption amounts - Wempe	2-18-97		
HB 2293	Sales tax exemption for certain food sales - Kirk, Ballard, etal			2/19 amended into 2107
HB 2295	Exclusion of income for income tax purposes of certain bank stockholders (KBA) Tax Comm	2-18-97		
HB 2296	Statutory debt limitation, city of Andover - Wagle	2-20-97	2-19-97 (73)	
HB 2355	Taxation excise and income tax evaders, catching them			
HB 2356	Abandoned property; rehabilitation of			
HB 2358	Property tax assessments on improvements located on city-owned land - Edmonds	2-19-97		
HB 2369	School districts, technology educations programs, retailers' sales tax - Horst, Beggs, Vickery			
HB 2385	Income tax flat rate system - Welshimer			
HB 2399	Income tax credit for adoption expenses; personal exemption amounts conformed - Gilmore, Dahl, Freeborn			
HB 2405	Income tax personal exemption amounts - Welshimer, Dean			
HB 2406	Sales tax exemption for food - Welshimer, Dean			
HB 2411	Exemption of certain property from school district levy - Larkin, Sawyer			
HB 2412	Earned income tax credit - Kirk, Garner			
HB 2420	Tax deduction for premiums for long-term care insurance - Gilmore, Carmody			
HB 2452	Retirement benefits exempted from income tax - Larkin, Sawyer			
HB 2467	Property tax exemption for real property to be used for religious purposes - Carmody	2-19-97		

INDLEY