

MINUTES OF THE HOUSE TAXATION COMMITTEE.

The meeting was called to order by Chairperson John Edmonds at 9:00 a.m. on February 21, 2003 in Room 519-S of the Capitol.

All members were present except: Representative Huff  
Representative Kirk  
Representative Owens  
Representative Sawyer  
Representative Sharp

Committee staff present: Chris Courtwright, Legislative Research Department  
April Holman, Legislative Research Department  
Gordon Self, Office of the Revisor  
Carol Doel, Committee Secretary

Conferees appearing before the committee: Mark Ciardullo, Department of Revenue

Other attending: See attached list

First order of business was adoption of the minutes of February 4<sup>th</sup>, 6<sup>th</sup>, 7<sup>th</sup>, 11<sup>th</sup>, 12<sup>th</sup>, 13<sup>th</sup>, and 14<sup>th</sup>. Representative Larkin made a motion to adopt the above sets of minutes. Representative Goering seconded the motion. Vote was taken. Minutes were adopted.

Chairman Edmonds called to the attention of the committee written testimony from the Wichita Festivals in reference to **HB 2252** which was heard on February 20<sup>th</sup> (Attachment 1), written testimony submitted by Leslie Kaufman and written by Ken Graves, farmer/stockman in Labette County regarding **HB 2096** and **HB 2110**, which were previously heard (Attachment 2), as well as written testimony from Al DeSena, President/CEO of Exploration Place. This testimony was also in reference to **HB 2252** (Attachment 3).

Chairman Edmonds introduced Mark Ciardullo, Tax Specialist, State of Kansas who spoke on the subject of Kansas retailers' sales tax exemption for "Consumed in Production". Mr. Ciardullo gave an overview of *Kansas Stat. Ann. 79-3602 and Kansas Stat. Ann. 79-3606* with information presented regarding property consumed in production and the definition thereof as well as informing the committee on the exemptions and problem areas with this statute. (Attachment 4)

Chairman Edmonds opened the floor for any bill introductions. Representative Larkin asked for the introduction of a bill drafted stating that country clubs don't qualify for certain sales tax exemptions.

With no objections, the Chairman accepted this proposal for introduction.

Representative Gioco requested the introduction of a bill that would exempt kindergarten through grade 12 from tax on school related activities.

CONTINUATION SHEET

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Hearing no objections, the Chairman accepted this proposal for introduction.

With no further business before the committee, Chairman Edmonds adjourned the meeting at 10:30 a.m.