

MINUTES OF THE HOUSE COMMITTEE ON TAXATION

The meeting was called to order by Chairman John Edmonds at 9:00 a.m. on January 29, 2001 in Room 519-S of the Capitol.

All members were present except: Rep. Findley, excused
 Rep. Howell, excused
 Rep. Kirk, excused
 Rep. Mays, excused
 Rep. Newton, excused

Committee staff present: Chris Courtwright, Legislative Research Department
 April Holman, Legislative Research Department
 Don Hayward, Revisor

Conferees appearing before the committee:

HB 2008: Proponents: Greg Krissick, Kansas Corn Growers Association
 Opponents: None

HB 2009: Proponents: None
 Opponents: None

HB 2043: Proponents: Greg Krissick, Kansas Corn Growers Association
 Opponents: None

Others attending: See attached list.

The Chairman opened the meeting by asking for bill introductions.

By unanimous consent bill will be introduced to repeal K.S.A. 74-8017 to relieve Kansas Inc. from requirement to prepare annual report due to inability to gather necessary information, as requested by Charles Ransom for Kansas Inc. [HB 2219 - Tax incentive effectiveness report requirement abolished]

By unanimous consent bill will be introduced to authorize Riley County to enact a sales tax for infrastructure and economic development. [HB 2221 - Riley County tax authority]

By unanimous consent bill will be introduced to require county appraiser to utilize the methodology approved by BOTA on appeal by taxpayer for at least three years after the BOTA decision as requested by Karen France on behalf of the Kansas Association of Realtors. [HB 2220 - Valuation methodology for property taxation purposes]

Hearing was opened on:

HB 2008, Property tax exemption for certain property used in production of ethanol

Greg Krissick, presented testimony (Attachment #1) in support of the bill on behalf of the Kansas Corn Growers Association and the Kansas Grain Sorghum Producers Association, pointing out that it was recommended by the 2000 Special Committee on Utilities upon completion of their study of what state government could do to provide incentives for ethanol, a domestically renewable and environmentally friendly fuel that helps provide new markets for agricultural products. Mr. Kriissek responded to questions of members of the Committee.

No opponents appeared.

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CONTINUATION SHEET

Representative Edmonds noted the Director of Budget reported that the fiscal effect of **HB 2008** cannot be currently estimated because adequate information is not available and that the Department of Revenue states quantifying the values involved would be extremely speculative.

Hearing on HB 2008 was closed.

Hearing was opened on:

HB 2009, Property tax exemption for certain property used in production of biodiesel.

No proponents or opponents appeared.

Representative Edmonds noted the Director of Budget reported that the fiscal effect of **HB 2009** cannot be currently estimated because adequate information is not available and that the Department of Revenue states quantifying the values involved would be extremely speculative.

Hearing on HB 2009 was closed.

Hearing was opened on:

HB 2043, Property tax exemption for E-85 fuel dispensing equipment.

Greg Krissick, Director of Operations for Kansas Corn Growers Association, presented testimony (Attachment #2) in support of the bill as one component in Kansas' portfolio for encouraging increased use of ethanol. Mr. Krissick responded to questions of members of the Committee.

No opponents appeared.

Representative Edmonds noted the Director of Budget reported that passage of **HB 2043** would reduce property tax revenues to the state, cities and counties in Kansas but the fiscal effect cannot be estimated at this time.

Hearing on HB 2043 was closed.

The meeting adjourned at 10:05 a.m. Next scheduled meeting is January 30.

Unless specifically noted, the individual remarks recorded herein have not been transcribed verbatim. Individual remarks as reported herein have not been submitted to the individuals appearing before the committee for editing or corrections.