

Approved:

April 20, 2000

Date

MINUTES OF THE SENATE WAYS & MEANS COMMITTEE.

The meeting was called to order by Chairperson Dave Kerr at 1:30 p.m. on March 31, 2000 in Room 123-S of the Capitol.

All members were present except:

Committee staff present: Alan Conroy, Chief Fiscal Analyst, KLRD
Rae Anne Davis, KS Legislative Research Department
Debra Hollon, KS Legislative Research Department
Norman Furse, Revisor of Statutes
Michael Corrigan, Asst. Revisor of Statutes
Judy Bromich, Administrative Assistant to the Chairman
Ronda Miller, Committee Secretary

Conferees appearing before the committee:
Rebecca Floyd, General Counsel for KDFFA

Others attending: See attached list

Chairman Kerr noted that the Revisor had drafted a bill with the language suggested by KDFFA to address the specifics of tobacco securitization, and it would be his intent to delete the existing language from **HB 2559** and amend the language of the bill draft (Attachment 1) into Senate Substitute for **HB 2559**.

Rebecca Floyd, General Counsel for KDFFA, appeared before the Committee to review the bill draft. Most of the questions pertained to how language of the new proposal merged into existing law. Following discussion, there was general consensus that the concepts of tobacco securitization were in the bill. Members agreed that, following adoption of conceptual and technical amendments, the bill should be advanced to the Senate for consideration, realizing that it would be different than the bill draft which was before them.

Senator Petty moved, Senator Morris seconded that bill draft 9rs 2533 be conceptually amended by moving the language in Sec. 1 (e) to subsection (v); by clarifying what specific sources might also be pledged (line 18, page 13) and by clarifying that "such bonds to be payable solely from tobacco asset payments and interest thereon" (lines 18 & 19, page 13); by clarifying that the new language in Sec. 3 (f) apply only to the new entity; by allowing revisors to make any technical adjustments needed in the bill; and by deleting the original language in **HB 2559** and substituting the new language into **Sen. Sub. for HB 2559**. The motion carried on a voice vote. The amendments proposed by the Committee in **Senate Substitute for HB 2559** can be found in (Attachment 2).

Senator Petty offered a motion which was seconded by Senator Morris to recommend **Sen. Sub. for HB 2559** favorably for passage. The motion carried on a roll call vote.

The Chairman adjourned the meeting at 2:30 p.m. The next meeting will be April 5, 2000.