

MINUTES OF THE HOUSE COMMITTEE ON TAXATION

The meeting was called to order by the Chairman at 9:00 a.m. February 7, 2001 in Room 519-S of the Capitol.

All members were present except: Representative Flora, excused
Representative Howell, excused
Representative Mays, excused
Representative Wilson, excused

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

Conferees appearing before the committee: Representative Sloan
Dr. Tim Carr, Kansas Geological Survey
Robert Krehbiel, Kansas Independent Oil & Gas Assn
Mark Shreve, Mull Drilling Co.
Erick Nordling, Southwest Kansas Royalty Owners Assn
Charles Wilson, Berexco, Inc.

Others attending: See attached list.

The Chairman opened the meeting by asking for bill introductions.

By unanimous consent bill will be introduced to request sales tax exemption for National Kidney Foundation as requested by Ron Hein. [HB 2459 - Sales tax exemption for Kansas chapters of National Kidney Foundation purchases]

By unanimous consent bill will be introduced to provide more taxpayer oversight of and input to Blue Valley recreation system as requested by Chairman Edmonds. [HB 2408 - Blue Valley Recreation System]

By unanimous consent bill will be introduced concerning sales tax rates imposed by cities as requested by Chairman Edmonds. [HB 2409 - City sales tax rates]

By unanimous consent bill will be introduced concerning income tax credit for contributions to organization providing financial assistance for elementary and secondary students. [HB 2407 - Income tax credit for contributions to organization providing financial assistance for certain students]

Hearing was opened on:

HB 2245 - Electric generation from renewable resources; contracts for parallel generation; income tax credits.

Representative Sloan presented testimony in support of **HB 2245** (Attachment #1) and responded to questions from members of the Committee.

Hearing on HB 2245 was closed.

Hearing was opened on:

HB 2062 - Sales tax exemption for oil and gas machinery and equipment

Dr. Tim Carr of the Kansas Geological Survey provided background information (Attachment #2) and responded to questions from members of the Committee.

Robert Krehbiel presented testimony in support of **HB 2062** on behalf of the Kansas Independent Oil & Gas Association (Attachment #3) and responded to questions from members of the Committee.

CONTINUATION SHEET

Mark A. Shreve, President and Chief Operating Officer of Mull Drilling Company, Inc. of Wichita, presented testimony in support of **HB 2062** (Attachment #4) and responded to questions from members of the Committee.

Terry Leatherman presented testimony of Marlee Carpenter, Executive Director of the Kansas Chamber of Commerce & Industry in support of **HB 2062** (Attachment #5).

Erick Nordling presented testimony in support of **HB 2062** on behalf of Southwest Kansas Royalty Owners Association (Attachment #6) and responded to questions from members of the Committee

Hearing on HB 2062 was closed.

Hearing was opened on:

HB 2066 - Elimination of severance tax on coal and oil

Robert Krehbiel presented testimony in support of **HB 2066** on behalf of the Kansas Independent Oil & Gas Association (Attachment #7) and responded to questions from members of the Committee.

Charles B. Wilson, Vice President of Berexco, Inc., Wichita, presented testimony in support of **HB 2066** (Attachment #8) and responded to questions from members of the Committee.

Erick E. Nordling presented testimony in support of **HB 2066** (Attachment #9) on behalf of the Southwest Kansas Royalty Owners Association and responded to questions from members of the Committee.

Shawn P. Devlin, Vice President of Viking Resources, Inc., presented testimony in support of **HB 2066** (Attachment #10) and responded to questions from members of the Committee.

Hearing on HB 2066 was closed.

The meeting adjourned at 10:45 a.m. The next scheduled meeting is February 8.

