

MINUTES OF THE HOUSE TAXATION COMMITTEE

The meeting was called to order by Chairman Richard Carlson at 3:40 p.m. on February 21, 2011, in Room 783 of the Docking State Office Building.

All members were present except:

Representative Calloway-excused
Representative Tyson-excused

Committee staff present:

Gordon Self, Office of the Revisor of Statutes
Scott Wells, Office of the Revisor of Statutes
Chris Courtwright, Kansas Legislative Research Department
Michael Wales, Kansas Legislative Research Department
Marla Morris, Committee Assistant
Allen Jeffus, Office Assistant

Others attending:

See attached list.

Chairman Carlson directed the Committee to the documents placed in their daily packet:

- Kansas Division of Budget Fiscal Note for **HB 2317** ([Attachment 1](#))
- Tax Policy Fact Sheet from the Office of Governor Brownback ([Attachment 2](#))
- Technical Primer on the Governor's Proposal from Dr. Art Hall ([Attachment 3](#))

Discussion and action on:

HB 2317 – Authorizing expensing of investment expenditures as a deduction in calculating Kansas income tax liability and IMPACT program changes

Chris Courtwright, Kansas Legislative Research Department, briefed the Committee on **HB 2317**. Chris Courtwright and Richard Cram, Kansas Department of Revenue, stood for questions.

Representative Kleeb moved **HB 2317** favorable for passage, Representative Goico seconded the motion.

Representative Kleeb moved a technical amendment, the motion was seconded by Representative Goico. Gordon Self, Office of the Revisor of Statutes, briefed the Committee on the proposed amendment ([Attachment 4](#)). The motion carried.

Representative Kleeb moved an amendment to eliminate carry forward in favor of net operating loss for expense deduction ([Attachment 5](#)). The motion was seconded by Representative Goico. Revisor Self briefed the Committee on the proposed amendment. The motion carried.

Representative Kleeb moved an amendment concerning a change in the HPIP threshold. Representative Goico seconded the motion. Revisor Self briefed the Committee on the proposed amendment. The motion carried.

Representative Kelley moved amendment to change wording to reflect a review of the performance of HPIP credits instead of the January 1, 2017 sunset. Representative Kleeb seconded the motion. The motion carried.

Representative Kleeb closed and moved **HB 2317** passed favorably as amended. The motion carried.

Representative Frownfelter requested an update on a February 14, 2010, request concerning the names of the ten companies that have moved into the State of Kansas, and where they came from. Secretary of Commerce, Pat George, informed the Committee that data would be available to the Committee soon.

The meeting was adjourned at 4:44 p.m.