

MINUTES OF THE HOUSE COMMITTEE ON TAXATION

The meeting was called to order by Chairman John Edmonds at 9:00 a.m. on January 30, 2001 in Room 519-S of the Capitol.

All members were present except: Rep. Kirk, 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: Brian Hall, KPMG
John Sundeen, Waddell & Reed

Others attending: See attached list.

The Chairman opened the meeting by asking for bill introductions.

By unanimous consent bill will be introduced to reclassify land used for recreational uses as requested by Representative Gatewood.. [HCR 5010 - Constitutional amendment reclassifying land devoted to recreational use for property tax purposes]

The Chairman called attention to material being distributed:

Memorandum prepared by Chris Courtwright, Principal Analyst, on Fiscal Notes on Property Tax Exemption Bills with Fiscal Notes for **HB 2008, HB 2009, and HB 2043** (Attachment #1).

Dept. of Education letter January 24 to Ben F. Barrett providing, as requested during Mr. Barrett's presentation on Revenue Side of School Finance January 17, data for 2000-01 Estimated supplemental general fund budget, general fund state aid, general fund state aid ratio, and general fund mill rate; alphabetically by County (pp 2-12), low to high aid ratio (pp 13-19) and low to high mill rate (pp 20-26) (Attachment #2).

Testimony of Kansas Farm Bureau on **HB 2008, HB 2009 and HB 2043**, heard January 29 (Attachment #3).

Hearing was opened on:**HB 2061 - Income taxation of investment fund service companies**

John Sundeen, Chief Financial Officer for Waddell & Reed Financial, Inc., presented testimony in support of the bill (Attachment #4). He introduced Brian Hall, Senior Manager with KPMG, who discussed the research paper prepared by KPMG (Attachment #5). Mr. Sundeen and Mr. Hall responded to questions from members of the committee.

Hearing on HB 2061 was closed.

Chairman Edmonds appointed a subcommittee consisting of Representatives Palmer, Tafanelli and Gatewood to study this proposal and report to the Committee February 8.

Committee adjourned at 10:00 a.m. Next scheduled meeting is January 31.

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.