	Approved4-1-85		
	Date		
MINUTES OF THE <u>SENATE</u> COMMITTEE ON Sen.			
9:00 a.m./pxmxon March 29			
All members were present ************************************			

Committee staff present:

Hank Avila, Research Department Fred Carman, Revisor Louise Cunningham, Secretary

Conferees appearing before the committee:

Cathy Kruzic, Department of Economic Development

On a <u>motion from Sen. Thiessen</u>, a <u>second from Sen. Francisco and unanimous</u> approval by the committee, the Minutes of March 28, 1985 were approved.

HEARING ON H.B. 2348 - Shawnee Mission Parkway designation

Sen. Morris explained this bill to the committee. He showed on a map the area which would be designated as the Shawnee Mission Parkway. A portion of this was already designated as the Santa Fe Trail and there might be some objection. The chairman had received a letter from Ruth Olson, Director, Santa Fe Trail Center dated March 27, 1985 expressing opposition. A copy of this letter is attached. (Attachment 1).

Cathy Kruzic said she would like to get more information on the impact of this on travelers. She did not want to discourage people from promoting their areas but had some reservations about an area that was already established. She said she would be happy to work with the people in the Shawnee Mission area and this could be a matter of discussion at the Governor's Conference. The committee decided to hold this bill over.

ACTION ON H.B. 2022 - Gasohol Subsidy.

The chairman distributed a memorandum from the Research Department dated March 23, 1985 entitled "Gasohol Fact Sheet". A copy is attached. (Attachment 2).

A motion was made by Sen. Norvell to amend H.B. 2022 to reduce the subsidy to 4¢ on July 1, 1985. This motion was seconded by Sen. Doyen.

The motion carried 7-4.

The committee discussed the amendment which had been requested the previous day by the Department of Revenue. The Department of Revenue felt this amendment was necessary for Kansas after a Florida Supreme Court ruling which said it was a violation of the import-export clause to discriminate against foreign grain products.

A motion was made by Sen. Martin to adopt this amendment. There was no second to the motion.

A motion was made by Sen. Norvell and seconded by Sen. Doyen to recommend H.B. 2022, as amended, favorably for passage.

Motion carried.

Meeting was adjourned at 9:50 a.m.

SENATE TRANSPORTATION AND UTILITIES COMMITTEE Date 3-29 Place 254-E Time 900 GUEST LIST ORGANIZATION Leg. Policy Group Smoot Grain Co.

Santa Fe Trail Center



FORT LARNED HISTORICAL SOCIETY, INC.

RURAL ROUTE THREE

LARNED, KANSAS 67550

TELEPHONE 316.285-2054

March 27, 1985

Senator Bill Morris Room 143 North State House Topeka, Kansas 66612

Dear Senator Morris:

I am writing in regard to House Bill 2348 which will redesignate the Santa Fe Trail Memorial Highway in Johnson County as the Shawnee Mission Parkway.

As Director of a museum which was built to preserve the history of the Old Santa Fe Trail, I would like to express my opposition to changing one of the few reminders to modern-day travelers of the once-important trade route known as the Santa Fe Trail.

I feel that it is important to recognize this significant era in the history of Kansas, and I hope that you and your committee will take this into consideration when you meet to discuss this bill. Thank you.

Sincerely,

Ruth Olson

Bith Olson

Director

RO/lw





Kansas Legislative Research Department

GASOHOL FACT SHEET

The following table presents estimates of the fiscal effect of reducing the gasohol subsidy in Kansas, based on the latest estimates of the motor fuel consensus committee. The table contains corresponding amounts representing the gasohol tax rate, the gasohol subsidy, and the change from the current subsidy.

The federal rates are as of January 1, 1985.

Kansas Gasohol Tax Rate	Kansas Gasohol Subsidy	Decrease From Present Subsidy	Total Federal and Kansas Subsidy	Gasohol Percentage*	Annualized Increase in Receipts (Millions)	Increase in Special City and County Highway Fund (Millions)
\$.06	\$.05	\$.00	\$.11	26.3%	\$ 0.0	\$ 0.0
.07	.04	.01	.10	25.0	3.7	1.5
.08	.03	.02	.09	20.0	8.4	3.4
.09	.02	.03	.08	12.0	12.6	5.1
.10	.01	.04	.07	3.0	15.1	6.1
.11	.00	.05	.06	N/A	15.8	6.4

^{*} Gasohol as a percentage of total gasoline and gasohol fuel.

Federal Gasoline Tax:	\$.09
Federal Gasohol Tax:	.03
Federal Subsidy:	.06

ATT. 2 3/29/85