Approved	March	18.	1992
L L		Date"	

MINUTES OF THE HOUSE COMMITTEE ON	ECONOMIC DEVELOPMENT
The meeting was called to order byRepresentati	ve Diane Gjerstad at Chairperson
3:40 axx/p.m. onThursday, February	27 , 19_92n room <u>423-S</u> of the Capitol.
All members were present except:	
Representatives Brown and Wisdom.	Excused.
Committee staff present:  Lynne Holt, Legislative Research  Jim Wilson, Legislative Revisor  Betty Manning, Secretary	

Conferees appearing before the committee:

Mark Burghart, Legal Counsel, Department of Revenue

Chairperson Gjerstad called the meeting to order at 3:40 p.m.

The Chair opened discussion on HB 2680, an act establishing the adult basic literacy grant program. She stated the Senate appropriations subcommittee report acknowledged that the adult literacy organizations are providing a desperately needed service. Representative Chronister made a motion HB 2680 be passed. Seconded by Representative Dean. Motion carried.

Chairperson Gjerstad reopened discussion on HB 2681, the legislation concerning enterprise zones. The Chair called on Mark Burghart, Legal Counsel for Department of Revenue. Mr. Burghart distributed requested material pertaining to business and job development credits. Attachment 1.

Mr. Burghart responded to questions from committee members.

Representative Wempe made a motion to adopt an amendment that Page 1, line 18, be retained, deleting lines 19 through 21 and inserting non-manufacturing business, excluding retail, which create five or more positions to trigger benefit job credits. Seconded by Representative Bishop. Motion carried.

Representative Wempe made a motion to amend Page 2, starting at line 27 deleting all reference to "main street" designation as criteria for a qualifying city. Seconded by Representative Bishop. Motion carried.

Representative Wempe made motion to delete "revenue impact" on Page 3, line 32, of the local's report to Kansas Department of Commerce, and on Page 3, line 38 to add to provide a report by the Department of Revenue on county basis of the fiscal impact to include credits claimed and credits used. Seconded by Representative Chronister. Motion carried.

Representative Wagnon made motion to change name of this legislation to Kansas Enterprise Zone Act. Seconded by Representative Love. Motion carried.

Representative Bishop made motion to elevate the metropolitan job credit benefits to \$2000 and eliminate the distinction between metropolitan and non-metropolitan enhanced. Seconded by Representative Dean. Motion failed.

#### **CONTINUATION SHEET**

MINUTES	OF T	HEH(	OUSE	COMMITTEE ON	ECONOMI	C DEVELOPMENT		,
room <u>423</u>	<u>3-s</u> , s	tatehouse,	at <u>3:40</u>	& mx/p.m. on	Thursday,	February 27	, 19 <u>92</u>	1

Representative Wempe made a move to pass the bill favorably as amended and reported as a substitute bill. Seconded by Representative Bishop. Motion carried.

The meeting adjourned at 4:30 p.m.

# I : Feb. 21,1992 GUEST REGISTER

#### HOUSE

### Committee on Economic Development

NAME Cindy Roupe Lavio L. Ross	ORGANIZATION State Library	ADDRESS Third Floor, Statehouse Totak.
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MAIRK A. BURGHART	REVENUE	TOPEKA
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#### Kansas D rtment of Revenue - Research & R nue Analysis

## Business and Job Development Credits for Process Year 1990 (K-34)

		Returns		Investment Credit Units*			
# Employees	Number	% of Total	Cum Total	Number	% of Total	Cum Tota	
0	6	1.57%	1.57%	111	1.17%	1.17%	
1	4	1.05%	2.62%	21	0.22%	1.39%	
2	23	6.04%	8.66%	83	0.87%	2.26%	
3	21	5.51%	14.17%	40	0.42%	2.68%	
4	22	5.77%	19.95%	214	2.25%	4.93%	
5	15	3.94%	23.88%	71	0.75%	5.68%	
6	23	6.04%	29.92%	236	2.48%	8.16%	
7	18	4.72%	34.65%	154	1.62%	9.78%	
8	21	5.51%	40.16%	76	0.80%	10.58%	
9	26	6.82%	46.98%	463	4.87%	15.46%	
10	19	4.99%	51.97%	377	3.97%	19.42%	
11	17	4.46%	56.43%	126	1.33%	20.75%	
12	9	2.36%	58.79%	42	0.44%	21.19%	
13	5	1.31%	60.10%	16	0.17%	21.36%	
14	9	2.36%	62.47%	45	0.47%	21.83%	
15	5	1.31%	63.78%	13	0.14%	21.97%	
16	. 5	1.31%	65.09%	76	0.80%	22.77%	
17	4	1.05%	66.14%	16	0.17%	22.94%	
18	5	1.31%	67.45%	44	0.46%	23.40%	
19	1	0.26%	67.72%	7	0.07%	23.47%	
20	3	0.79%	68.50%	173	1.82%	25.29%	
21-30	21	5.51%	74.02%	404	4.25%	29.54%	
31-40	22	5.77%	79.79%	652	6.86%	36.40%	
41-50	9	2.36%	82.15%	60	0.63%	37.03%	
51-60	8	2.10%	84.25%	166	1.75%	38.78%	
61-70	17	4.46%	88.71%	1,329	13.98%	52.76%	
71-80	6	1.57%	90.29%	112	1.18%	53.94%	
81-90	9	2.36%	92.65%	664	6.99%	60.93%	
91-100	NONE						
101-125	8	2.10%	94.75%	163	1.71%	62.64%	
126-150	8	2.10%	96.85%	430	4.52%	67.16%	
151-175	2	0.52%	97.38%	80	0.84%	68.01%	
176-200	NONE						
201-300	3	0.79%	98.16%	249	2.62%	70.63%	
301-400	2	0.52%	98.69%	487	5.12%	75.75%	
401-500	NONE						
501-600	1 .	0.26%	98.95%	297	3.12%	78.87%	
601-700	1	0.26%	99.21%	309	3.25%	82.13%	
701-800	NONE					14	
801-900	NONE						
901-1,000	1	0.26%	99.48%	332	3.49%	85.62%	
1,001-2,000	NONE			1			
2,001-3,000	1	0.26%	99.74%	1,149	12.09%	97.71%	
3,001-4,000	1	0.26%	100.00%	218	2.29%	100.00%	
Total	381	100.00%	1	9,505	100.00%	Æ	

\*One unit = \$100,000

Attach 1

2/27/92 2:16 PM

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