

Approved: 2/15/93
Date

MINUTES OF THE SENATE COMMITTEE ON COMMERCE.

The meeting was called to order by Chairperson Alicia Salisbury at 8:00 a.m. on February 1, 1993 in Room 123-S of the Capitol.

Members present: Senators Burke, Downey, Feleciano, Gooch, Harris, Kerr, Petty, Ranson, Reynolds, Steffes and Vidricksen

Committee staff present: Lynne Holt, Legislative Research Department
Bob Nugent, Revisor of Statutes
Mary Jane Holt, Committee Secretary

Conferees appearing before the Committee:

Others attending: See attached list

The Chairman announced that due to unforeseen circumstances, R. J. Breidenthal would not be able to appear before the Committee today for the hearing on his appointment to the Kansas Technology Enterprise Corporation Board of Directors. The hearing will be rescheduled to a later date.

Senator Ranson, Chairman of the subcommittee on **SB 15**, explained the subcommittee's recommendations on **SB 15** - tourism and tourist attractions matching grant programs. The amendments would strike "Any entity within the state which is exempt from taxation under the provisions of 501(c)(3) or 501(c)(6) of the federal revenue code of 1986 and amendments thereto, or any public entity (starting on line 22 and ending on line 24). The sentence was amended to read: Both public and private entities shall be eligible to apply for a grant under the provision of this act. On line 25 the subcommittee recommended adding "Not less than 75% of all moneys granted under this program shall be allocated to public entities or entities exempt from taxation under the provisions of 501(c)(3) of the federal internal revenue code of 1986 and amendments thereto." On line 33, the subcommittee recommended striking the word "religious" and substituting "architecturally unique", and inserting a section, (c) During the fiscal year 1997, Kansas Inc. shall commission an analysis of this program's impact on tourism. The analysis shall include a recommendation for continuation, discontinuation or alteration of the program, see Attachment 1.

Following Committee discussion, Senator Ranson moved to adopt the subcommittee report. Senator Vidricksen seconded the motion, and the motion passed.

Senator Feleciano moved to report **SB 15**, as amended, favorably for passage. The motion was seconded by Senator Vidricksen. The motion passed.

Staff reviewed **SB 76** - Kansas Venture capital company investment act; extended.

Senator Petty moved and Senator Reynolds seconded to approve the minutes of January 13, 14, 15 and 19. The motion passed.

The Committee meeting was adjourned at 8:40 a.m.

The next meeting will be February 2, 1993.

GUEST LIST

COMMITTEE: SENATE COMMERCE COMMITTEE

DATE: 2/1/93

[illegible]

SUBCOMMITTEE REPORT

MADAM CHAIRPERSON:

Your Subcommittee on Tourism Matching Grants

Recommends that Senate Bill No. 15

"AN ACT concerning tourism; relating to eligibility for tourist attraction matching grants; amending K.S.A. 74-5089 and repealing the existing section."

Be amended:

On page 1, in line 20, by striking all after the period; by striking all in lines 21 through 23; in line 24, by striking all before "shall"; also in line 24, before "shall", by inserting "Both public and private entities"; in line 25, after the period, by inserting "Not less than 75% of all moneys granted under this program shall be allocated to public entities or entities exempt from taxation under the provisions of 501(c)(3) of the federal internal revenue code of 1986 and amendments thereto."; in line 33, after "recreational or" by striking "religious" and inserting "architecturally unique"; after line 34, by inserting the following paragraph:

"(c) During the fiscal year 1997, Kansas Inc. shall commission an analysis of this program's impact on tourism. The analysis shall include a recommendation for continuation, discontinuation or alteration of the program.";

And the bill be passed as amended.

Pat Ranson Chairperson
Commerce
2/1/93
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SENATE BILL No. 15

By Joint Committee on Economic Development

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8 AN ACT concerning tourism; relating to eligibility for tourist at-
9 traction matching grants; amending K.S.A. 74-5089 and repealing
10 the existing section.

11
12 *Be it enacted by the Legislature of the State of Kansas:*

13 Section 1. K.S.A. 74-5089 is hereby amended to read as follows:
14 74-5089. (a) There is hereby established a state matching grant pro-
15 gram to provide assistance in the promotion of tourism and devel-
16 opment of quality tourist attractions within the state of Kansas.
17 Grants awarded under this program shall be limited to not more
18 than 40% of the cost of any proposed project. *Applicants shall not*
19 *utilize any state moneys to meet the matching requirements under*
20 *the provisions of this program.* [Any entity within the state which
21 is exempt from taxation under the provisions of ~~section 501(e)(3)~~
22 ~~sections 501(c)(3) or 501(c)(6)~~ of the federal internal revenue code
23 of 1986 as in effect on January 1, 1990 and amendments thereto,
24 or any public entity] shall be eligible to apply for a grant under the
25 provisions of this act. ~~The secretary of commerce and housing~~ shall
26 administer the provisions of this act and the secretary may adopt
27 rules and regulations establishing criteria for qualification for a match-
28 ing grant and such other matters deemed necessary by the secretary
29 for the administration of this act.

30 (b) For the purpose of K.S.A. 74-5089 through 74-5091, and
31 amendments thereto, "tourist attraction" means a site that is of
32 significant interest to tourists as a historic, cultural, scientific, ed-
33 ucational, recreational or religious site, or as a site of natural scenic
34 beauty or an area naturally suited for outdoor recreation.

35 Sec. 2. K.S.A. 74-5089 is hereby repealed.

36 Sec. 3. This act shall take effect and be in force from and after
37 its publication in the statute book.

Both public and private entities

Not less than 75% of all moneys granted under this
program shall be allocated to public entities or
entities exempt from taxation under the provisions
of 501(c)(3) of the federal internal revenue code
of 1986 and amendments thereto.

architecturally unique

(c) During the fiscal year 1997, Kansas, Inc.
shall commission an analysis of this program's
impact on tourism. The analysis shall include a
recommendation for continuation, discontinuation
or alteration of the program.

Commerce
2/1/93

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