### MINUTES OF THE HOUSE ECONOMIC DEVELOPMENT COMMITTEE

The meeting was called to order by Chairperson Lana Gordon at 3:30 P.M. on March 21, 2006 in Room 526-S of the Capitol.

All members were present.

Committee staff present:

Audrey Dunkel, Kansas Legislative Research Department Kathie Sparks, Kansas Legislative Research Department Renae Jefferies, Revisor of Statutes Helen Pedigo, Revisor of Statutes Carlene Maag, Committee Secretary

Conferees appearing before the committee:

Others attending:

See attached list.

A motion was made by Representative Wolf, and seconded by Representative Grange to approve the minutes from the meetings of March 7, 9, 14, 16. A vote was taken, motion passed.

# HB 2194 - State workforce investment program, state and local boards membership, older Kansans designated special target population

## HB 2993 - Workforce development, senior citizen training program

Representative Huntington gave a report of the Sub-committee on **HB 2194**. The Sub-committee met with Executive Directors from four of the five WIA regions. The Sub-committee recommended taking no action on **HB 2194** and to amend **HB 2993** to include:

- Coordinate efforts for programs with AAA and OKEP representatives
- Designate target areas for funding and include the funding source
- Define and develop programs and training for older Kansans
- Outline plans to communicate and market developed plans to older Kansans (Attachment 1).

A motion was made by Representative Huntington and seconded by Representative Horst to adopt the sub-committee report on **HB 2194**. A vote was taken, motion passed.

A motion was made by Representative Huntington and seconded by Representative Carlson to adopt the balloon on **HB 2993.** A vote was taken, motion passed.

Representative Loganbill suggested some grammatical clean-up to the balloon. Line 9, should be "Kansans" and line 13 should be "Kansan." (Attachment 2)

Representative Huntington moved and Representative Burroughs seconded that the content of **HB 2993** be amended into **SB 260** A vote was taken, motion carried.

Representative O'Malley moved and Representative Huntington seconded that **Sub HB 2993** be reported favorable for passage. A vote was taken, motion passed.

#### SB 324 - Abolishing the Kansas community entrepreneurship fund

Staff gave an overview of **SB 324**. This bill would increase the rural Business Development Tax Credit and the Kansas Community Entrepreneurship Tax Credit from 50 percent to 75 percent.

The bill would allow the increased credit to be retreactive to all tayable years beginning after December 31.

The bill would allow the increased credit to be retroactive to all taxable years beginning after December 31, 2003.

A motion was made by Chairperson Gordon and seconded by Representative Carlin to amend **SB 324** as shown in the proposed amendment (Attachment 3)

#### CONTINUATION SHEET

MINUTES OF THE House Economic Development Committee at 3:30 P.M. on March 21, 2006 in Room 526-S of the Capitol.

A motion was made by Representative Huntington and seconded by Representative Grange to move SB 324 favorable for passage as amended. A vote was taken, motion passed.

Staff gave an overview of the legislation proposed by Representative Huntington. This legislation would create a Joint Committee on Bioscience Oversight within the legislative branch of state government. It is patterned after the Joint Committee of Health Policy Oversight. There would be twelve members. Six from the house of representatives, appointed by the speaker of the house, and six from the senate, appointed by the president of the senate.

The chairperson of the Joint Committee on Bioscience Oversight shall be appointed for a term of one year which ends on the first day of the next occurring regular session of the legislature. The vice-chairperson shall be appointed for a term of one year which ends on the first day of the next occurring regular session of the legislature.

The Joint Committee on Bioscience Oversight shall have the exclusive responsibility to monitor and study the operations and decisions of the Kansas bioscience authority. (<u>Attachment 4</u>)

A motion was made by Representative Huntington and seconded by Representative Carlin to remove the contents of **SB** 1 and replace it with the proposed legislation. A vote was taken, motion carried.

A motion was made by Representative Huntington and seconded by Representative Horst to pass out favorable Sub SB 1. A vote was taken, motion passed.

Committee was provided with information showing the Rural Business Development Tax Credit Program Regional Foundation (<u>Attachment 5</u>) and the Tax Credit Allocation Plan (<u>Attachment 6</u>).

The meeting adjourned at 5:00 p.m.

# HOUSE ECONOMIC DEVELOPMENT COMMITTEE GUEST LIST

DATE: 3-21-06

NAME	REPRESENTING	
KEN DANIEL	KSCENTER FOR EN	TIES
WALLY KEARNS	Kansas Small Busines, Devel C	+
Stryt PAPILY	KANSING CENTUL FOR FATERPHINE U.S.	40
John Clark	KDOC	8
Lathleen Smith	Lnor	
MRobl	KDOC	
Ken Seeber	Leer haw Form	
DagKorber	Kansos, Tac	
Cran Xd	K4A	
Bennan Walter	myself	
John Forest Walter	NC-FH AAA	
Jone Sellshen	AARP & SHL	
Kenie Bacon	KCOC	
Ju Suyler	5F/C	
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STATE OF KANSAS

#### TERRIE W. HUNTINGTON

REPRESENTATIVE, 25TH DISTRICT 3216 WEST 68TH STREET MISSION HILLS, KANSAS 66208 913-677-3582

STATE HOUSE—ROOM 182-W TOPEKA, KANSAS 66612 (785) 296-7667 1-800-432-3924



COMMITTEE ASSIGNMENTS

VICE-CHAIR: ECONOMIC DEVELOPMENT
MEMBER: COMMERCE & LABOR
CORRECTIONS AND JUVENILE

# HOUSE OF

To: Economic Development Committee From: Rep. Terrie Huntington, Chairman

#### Report of Sub-Committee for HB 2194 March 21, 2006

The Sub-Committee on HB 2194, Representatives Winn, Mah, Brown, Carlson and I met on three separate days and heard from the Executive Directors from four of the five WIA regions. We also heard from the Department of Commerce, Ms. Patty Clark and Mr. Bob North, and from Jim Snyder from the Silver Haired Legislators, the original proponents of the bill. Additionally, Julie Govert-Walter from AAA and Toni Wellshear from OKEP presented information to the committee members.

It is clear that while they are included under the sub-heading of adult, older Kansans have not been targeted by the Department of Commerce as a population needing workforce development dollars for training and other services. The Sub-Committee determined that mandating a change in the WIA boards would impose undue hardship, because two of the five boards were grandfathered in under the federal WIA legislation. The three boards that have complied with the mandatory 51% business affiliation seem to be working well, although there has been difficulty recruiting board members in some instances.

It is the position of the Sub-Committee that no change be made to the WIA boards at this time. Rather, the committee recommends the following:

- Take no action on HB 2194:
- Amend HB 2993 to include—
- 1. coordinate efforts for programs with AAA and OKEP representatives;
- 2. designate target areas for funding and include the funding source;
- 3. define and develop programs and training for older Kansans;
- 4. and outline plans to communicate and market developed plans to older Kansans.

Per a phone conversation to Patricia Clark, the Senate added \$100,000 for OKEP in the Governor's budget. She added that the Department of Commerce has committed a portion of the "flexible" dollars for workforce development be directed to older workers.

Representative Terrie Huntington Sub-Committee Chairman

AN ACT concerning workforce development; relating to senior citizens older Kansan 10 Be it enacted by the Legislature of the State of Kansas: 11 in coordination with the area agencies on aging and Section 1. (a) The secretary of commerce shall provide access to 12 workforce training for every senior citizen who desires such training. To the older Kansans employment program, 13 accomplish this, the secretary shall prepare a strategic plan to outline the 14 and amend the state plan as appropriate, proposed delivery of training to senior citizens. Such plan shall be submitted to the legislature by December 1, 2006, and shall contain the strategic following information: 17 and thereafter whenever the (1) How resources may be used to ensure every senior citizen has 18 access to workforce development; state plan is amended, 19 older Kansan (2) the minimum amount of money the department plans to spend 20 on workforce development for seniors; 21 older Kansans examples of programs the department plans to implement or en-22 older Kansans; hance to promote workforce development for seniors; and 23 (4) specific measurable criteria that will be used to determine the 24 effectiveness of the department's plan. 25 (b) For the purposes of this section: (5) designated target areas for funding and the projected 26 "Senior citizen" means any Kansas resident age 60 or more. 27 source of that funding; (2) "Kansas resident" means a person who lives in Kansas. 28 (6) a statement regarding what programs and training will "Workforce development" means training of present, prospective 29 be provided and how such programs and training will be or potential employees for jobs presently available or expected to be availdeveloped; and able in the future, based upon economic forecasts. 31 (7) a plan outlining how services will be marketed so that Sec. 2. This act shall take effect and be in force from and after its publication in the statute book. older Kansans will be aware of their availability (2) "Older Kansan" has the meaning provided in K. S. A. 75-5741, and amendments thereto.

House Economic Development Attachment 2

#### As Amended by Senate Committee

Session of 2006

#### SENATE BILL No. 324

By Joint Committee on Economic Development

#### 1-4

AN ACT concerning economic development; amending K.S.A. 2005 Supp. 74-50,154, 74-99c02, 74-99c05 and 74-99c09 and repealing the existing sections; also repealing K.S.A. 2005 Supp. 74-99c06.

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Be it enacted by the Legislature of the State of Kansas:

Section 1. K.S.A. 2005 Supp. 74-50,154 is hereby amended to read as follows: 74-50,154. (a) As used in this act: (1) "Contributions" means and includes the donation of cash, services or property other than used clothing in an amount or value of \$250 or more. Contributions shall be valued as follows:

- 20 (A) Stocks and bonds contributed shall be valued at the stock market 21 price on the date of transfer;
  - (B) personal property items contributed shall be valued at the lesser of the item's fair market value or cost to the donor and may be inclusive of costs incurred in making the contribution. Such value shall not include sales tax;
  - (C) contributions of real estate are allowable for credit only when title of such real estate is in fee simple absolute and is clear of any encumbrances; and
  - (D) the amount of credit allowable shall be based upon the lesser of two current independent appraisals conducted by state licensed appraisers;
  - (2) "region" means multi-county areas as defined by the secretary of commerce;
  - (3) "regional foundation" means any organization in Kansas that demonstrates capacity to provide economic development services to regions as defined by this act, and: (A) Has obtained a ruling from the internal revenue service of the United States department of treasury that such organization is exempt from income taxation under the provisions of section 501(c)(3) or 501(c)(6) of the federal internal revenue code;
  - (B) has been designated as a certified development company by the United States small business administration;
  - (C) has been designated as an economic development district by the United States department of commerce's economic development

House Economic Development Attachment 3

# PROPOSED AMENDMENT Representative Gordon March 21, 2006

administration;

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- (D) has been organized as a regional planning commission under K.S.A. 12-744 et seq., and amendments thereto, or its predecessor, K.S.A. 12-716 et seq., and amendments thereto; or
- (E) is incorporated in the state of Kansas as a nonstock, nonprofit corporation;
- (4) "rural community" means any city having a population of fewer than 50,000 or except as otherwise provided, any unincorporated area. Unincorporated areas within any county having a population of more than 100,000 are not eligible; and
- (5) "taxpayer" means: (A) Any business entity authorized to do business in the state of Kansas which is subject to the state income tax imposed by the provisions of the Kansas income tax act;
- (B) any individual subject to the state income tax imposed by the provisions of the Kansas income tax act;
- (C) any national banking association, state bank, trust company or savings and loan association paying an annual tax on its net income pursuant to article 11 of chapter 79 of the Kansas Statutes Annotated; or
- (D) any insurance company paying the premium tax and privilege fees imposed pursuant to K.S.A. 40-252, and amendments thereto.
- (b) For taxable years commencing after December 31, 2003 any tax-payer contributing to a regional foundation designated by the secretary of commerce, shall be allowed a credit, as provided in this act, against the tax imposed by the Kansas income tax act, the tax on net income of national banking associations, state banks, trust companies or savings and loan associations imposed under article 11 of chapter 79 of the Kansas Statutes Annotated, or the premium tax or privilege fees imposed pursuant to K.S.A. 40-252, and amendments thereto, if the proposal of the regional foundation is approved pursuant to this act.
- (c) (1) The secretary of commerce is hereby authorized to promulgate rules and regulations for establishing criteria for evaluating proposals to designate regional foundations as defined by this act with the assistance of the secretary of revenue.
- (2) The proposal shall set forth the program to be conducted, why the program is needed, the estimated amount to be invested in the program, composition of the board that shall be making investment decisions, policies stating the organization shall offer services to all counties in that region and the plans for implementing the program.
- (3) The secretary of commerce shall select regional foundations pursuant to rules and regulations promulgated pursuant to subsection (c)(1) to use the sale of credits to establish regional business development funds.
- (4) The total amount of credits allowed under this act shall not exceed \$2,500,000 for fiscal year 2005; \$2,500,000 for fiscal year 2006; and

2005,

\$2,000,000 for fiscal year 2007. Each region as defined by this act shall receive an equal share of this allocation.

- (5) Any credits not sold by such regional foundations shall be reclaimed by the secretary from such region and redistributed to other regions that sold all credits previously issued.
- (6) The secretary shall annually review and approve or disapprove the proposal of each designated regional foundation for continued eligibility for tax credits. The department of commerce retains that right to reclaim credits in such cases the regional foundation closes or there is demonstrated violation of the organization's policies. Changes to the investment policies of each regional foundation are subject to approval of the secretary.
- (d) (1) The amount of credit allowed pursuant to this act, shall not exceed 50% 75% of the total amount contributed during the taxable year by the taxpayer to a regional foundation approved pursuant to this act.
- (2) If the amount of the credit allowed by this act, exceeds the taxpayer's income tax liability imposed under the Kansas income tax act, such excess amount shall be refunded to the taxpayer.
- (e) The provisions of this act shall be applicable to all taxable years beginning after December 31, 2003
- (f) This section, as amended by this act, shall be construed and applied prospectively as well as retroactively to all taxable years beginning after December 31, 2003.
- Sec. 2. K.S.A. 2005 Supp. 74-99c02 is hereby amended to read as follows: 74-99c02. As used in this act, unless the context clearly requires otherwise:
- (a) "Banking industry" means banks, savings and loan associations and credit unions;
- (b) "cash donation" means money or its equivalent contributed to the Kansas community entrepreneurship fund "contribution" means and includes the donation of cash, services or property other than used clothing in an amount or value of \$250 or more. Contributions shall be valued as follows:
- (1) Stocks and bonds contributed shall be valued at the stock market price on the date of transfer;
- (2) personal property items contributed shall be valued at the lesser of the item's fair market value or cost to the donor and may be inclusive of costs incurred in making the contribution. Such value shall not include sales tax;
- (3) contributions of real estate are allowable for credit only when title of such real estate is in fee simple absolute and is clear of any encumbrances; and
  - (4) the amount of credit allowable shall be based upon the lesser of

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41 42 — (2)—the net earnings rate of the pooled money investment portfolio for the preceding month. Expenditures from the fund shall be made only for the purposes of this act. Moneys in the fund shall not be subject to further legislative appropriation acts.

(e) Oversight and management of the fund shall be provided by the Kansas center for entrepreneurship under guidelines developed and implemented with the approval of the secretary. Any money received by the center from any source shall be maintained in interest-bearing accounts in Kansas banks or Kansas savings and loan associations. Any accounts so maintained shall be administered by the center for entrepreneurship under guidelines developed and implemented by the center and approved by the secretary of commerce.

(b) The Kansas center for entrepreneurship shall be subject to audit by the legislative division of post audit in accordance with the provisions of the legislative post audit act.

 $\frac{d}{d}$  (c) A credit against the tax imposed by the Article 32, Chapter 79 of the Kansas Statutes Annotated on the Kansas taxable income of an investor a contributor and against the tax imposed by K.S.A. 40-252, and amendments thereto, shall be allowed for a eash donation in contribution to the Kansas community entrepreneurship fund center for entrepreneurship. The credit shall be a total maximum amount equal to 50% of an investor's eash donation in 75% of a contributor's donation to the Kansas eommunity entrepreneurship fund center for entrepreneurship, subject to the limitation set forth. This tax credit may be used in its entirety in the taxable year in which the cash donation contribution is made except that, no tax credit shall be allowed in a year prior to 2006 If the amount by which that portion of the credit allowed by this section exceeds the investor's contributor's liability in any one taxable year, beginning in the year 2006, the remaining portion of the credit may be carried forward until the total amount of the credit is used. If the investor contributor is a corporation having an election in effect under subchapter S of the federal internal revenue code or a partnership, the credit provided by this section shall be claimed by the shareholders of these corporations or the partners of a partnership in the same manner as these shareholders or partners account for their proportionate shares of the income or loss of these corporations or partnerships.

(e) (d) The secretary of revenue shall not allow tax credits of more than \$50,000 that are attributable to an individual investor of eash donations contributor in the Kansas eommunity entrepreneurship fund center for entrepreneurship each year. In no event shall the total amount of tax credits allowed under this section exceed \$2,000,000 for any one fiscal year.

(f) The Kansas center for entrepreneurship shall be reimbursed by

The provisions of this section shall be applicable to all taxable years beginning after December 31, 2005.

the department of commerce for the reasonable costs of the administration of this act and for the processing, issuance and costs incurred in authorizing tax credits from the Kansas community entrepreneurship fund.

- (g e) The Kansas center for entrepreneurship, along with the department, shall develop a system for application for registration of an authorization of tax credits authorized pursuant to this act and shall control distribution of all tax credits to investors contributors pursuant to this act. The Kansas center for entrepreneurship, along with the department, shall also develop rules for the administration of and disbursements from the Kansas community entrepreneurship fund its accounts.
- (h f) The Kansas community entrepreneurship fund shall be distributed center for entrepreneurship shall distribute grants funds to regional or local community seed capital funds or economic development agencies based on the following criteria: (1) The organization can provide a 40% match; (2) the organization provides a plan that assures grant funds will be used as seed capital for qualified entrepreneurs; (3) the grant funds will be used in a distressed or rural community and; or (4) other criteria as deemed necessary by the Kansas center for entrepreneurship.
- (g) This section, as amended by this act, shall be construed and applied prospectively as well as retroactively to all taxable years beginning after December 31, 2003.
- Sec. 5. K.S.A. 2005 Supp. 74-50,154, 74-99c02, 74-99c05, 74-99c06 and 74-99c09 are hereby repealed.
  - Sec. 6. This act shall take effect and be in force from and after its publication in the statute book.

By

AN ACT concerning bioscience; creating the special committee on bioscience oversight.

## Be it enacted by the Legislature of the State of Kansas:

There is hereby created the joint committee Section 1. (a) on bioscience oversight within the legislative branch of state government. The joint committee shall be composed of 12 members. Six members shall be members of the house of representatives members shall be members of the senate. Four of the members are members of the house of representatives shall appointed by the speaker of the house of representatives, are senators shall be appointed by the president of members who two members who are members of the house senate, representatives shall be appointed by the minority leader of house of representatives and two members who are senators shall be appointed by the minority leader of the senate.

- members of the joint committee on bioscience oversight shall serve for terms of two years ending on the first day of the regular session of the legislature commencing first odd-numbered year after the year of appointment, except that the first members shall be appointed on July 1, 2006, on the first day of the regular serve for terms ending session of the legislature commencing in 2007. If a any member of the joint committee on occurs in the office of bioscience oversight, a successor shall be appointed in the same manner as the original appointment for the remainder of the term.
- (c) (1) The chairperson of the joint committee on bioscience oversight shall be appointed for a term of one year which ends on the first day of the next occurring regular session of the legislature. The speaker of the house of representatives shall appoint the first chairperson on July 1, 2006, and shall appoint the chairperson for the term commencing on the first day of the regular session of the legislature commencing in 2007 for a one-year term to end on the first day of the regular session of the legislature commencing in the year 2008. The president of the

senate shall appoint the next chairperson on the first day of the regular session of the legislature commencing in the year 2007 for a one-year term which ends on the first day of the next occurring regular session of the legislature. Thereafter the appointment of the chairperson shall continue to alternate between the speaker of the house of representatives and the president of the senate with each subsequent chairperson being appointed for a one-year term ending on the first day of the regular session of the legislature in the next occurring regular session of the legislature after the year of appointment.

- The vice-chairperson of the joint bioscience oversight shall be appointed for a term of one year which ends on the first day of the next occurring regular session of the legislature. The president of the senate shall appoint the first vice-chairperson on July 1, 2006, and shall appoint vice-chairperson for the term commencing on the first day of the regular session of the legislature commencing in 2007 for a one-year term to end on the first day of the regular session of the legislature commencing in the year 2008. The speaker of house of representatives shall appoint the next vice-chairperson on the first day of the regular session of the legislature commencing in the year 2008 for a one-year term which ends on the of the next occurring regular session of day legislature. Thereafter the appointment of the vice-chairperson shall continue to alternate between the speaker of the house of representatives and the president of the senate with each subsequent vice-chairperson being appointed for a one-year term ending on the first day of the regular session of the legislature in the next occurring regular session of the legislature after the year of appointment.
- (3) If a vacancy occurs in the office of the chairperson or vice-chairperson, a member of the joint committee on bioscience oversight who is a member of the same house of the legislature as the member who vacated the office shall be appointed by the speaker of the house, if the vacating member was a member of the

house of representatives, or by the president of the senate, if the vacating member was a member of the senate, to fill such vacancy.

- (d) A quorum of the joint committee on bioscience oversight shall be seven. All actions of the joint committee on bioscience oversight shall be taken by a majority of all of the members of the joint committee.
- (e) The joint committee on bioscience oversight shall have the authority to meet at any time and at any place within the state on the call of the chairperson.
- (f) The provisions of the acts contained in article 12 of chapter 46 of the Kansas Statutes Annotated, and amendments thereto, applicable to special committees shall apply to the joint committee on bioscience oversight to the extent that the same do not conflict with the specific provisions of this section applicable to the joint committee.
- (g) Members of the joint committee on bioscience oversight shall receive compensation, travel expenses and subsistence expenses as provided in K.S.A. 75-3212, and amendments thereto, when attending meetings of the joint committee.
- (h) The staff of the legislative research department, the office of revisor of statutes and the division of legislative administrative services shall provide such assistance as may be requested by the joint committee on bioscience oversight and to the extent authorized by the legislative coordinating council.
- (i) The joint committee on bioscience oversight shall have the exclusive responsibility to monitor and study the operations and decisions of the Kansas bioscience authority.
- (j) In accordance with K.S.A. 46-1204, and amendments thereto, the legislative coordinating council may provide for such professional services as may be requested by the joint committee on bioscience oversight.
- (k) The joint committee on bioscience oversight may introduce such legislation as it deems necessary in performing its functions.

- (1) The provisions of this section shall expire on July 1, 2014.
- Sec. 2. This act shall take effect and be in force from and after its publication in the statute book.

# RURAL BUSINESS DEVELOPMENT TAX CREDIT PROGRAM REGIONAL FOUNDATION CONTACTS

#### Northwest Region

Counties Covered: Cheyenne, Decatur, Ellis, Gove, Graham, Logan, Norton, Osborne, Phillips, Rawlins, Rooks, Russell, Sheridan, Sherman, Smith, Thomas, Trego, and Wallace

Northwest Kansas Planning and Development Commission Randall Hrabe, Executive Director P.O. Box 248 Hill City, Kansas 67642-0248

Phone: (785) 421-3488 Fax: (785) 421-3496

e-mail: nwkpdc@ruraltel.net

### North Central Region

Counties Covered: Chase, Clay, Cloud, Dickinson, Ellsworth, Geary, Jewell, Lincoln, Lyon, Marshall, Mitchell, Morris, Ottawa, Pottawatomie, Republic, Riley, Saline, Wabaunsee, and Washington

North Central Regional Planning Commission John Cyr, Executive Director P.O. Box 565 Beloit, Kansas 67420 Phone: (785) 738-2218

Fax: (785) 738-2185 e-mail: jcyr@nckcn.com

#### Northeast Region

Counties Covered: Atchison, Brown, Doniphan, Jackson, Jefferson, Nemaha, Osage, and Shawnee

Glacial Hills Resource and Conservation Development Council, Inc.

Gary Satter, Coordinator

318 Broadway

Valley Falls, Kansas 66088-1302

Phone: (785) 945-6292 Fax: (785) 945-6882

e-mail: gary.satter@ks.nrcs.usda.gov

#### East Central Region

Counties Covered: Douglas, Franklin, Johnson, Leavenworth, Miami, and Wyandotte

Ottawa Area Chamber of Commerce Tom Weigand, President/CEO P.O. Box 580 Ottawa, Kansas 66067-0580

Phone: (785) 242-1000

Fax: (785) 242-4792

e-mail: chambertw@ottawakansas.org

#### Southeast Region

Counties Covered: Allen, Anderson, Bourbon, Cherokee, Coffey, Crawford, Labette, Linn, Montgomery, Neosho, Wilson, and Woodson

Southeast Kansas, Inc. Lynda Wilkinson, Executive Director 1002 South College Pittsburg, Kansas 66762 Phone: (620) 232-1065

Fax: (620) 232-1628

e-mail: director@sekinc.org

# South Central Region

Counties Covered: Butler, Chautauqua, Cowley, Elk, Greenwood, Harper, Harvey, Kingman, Marion, McPherson, Reno, Rice, Sedgwick, and Sumner

South Central Kansas Economic Development District Bill Bolin, Executive Director 209 East William, Suite 300 Wichita, Kansas 67202-4012

Phone: (316) 262-7035 Fax: (316) 262-7062 e-mail: bill@sckedd.org

# Southwest Region

Counties Covered: Barber, Barton, Clark, Comanche, Edwards, Finney, Ford, Grant, Gray, Greeley, Hamilton, Haskell, Hodgeman, Kearny, Kiowa, Lane, Meade, Morton, Ness, Pawnee, Pratt, Rush, Scott, Seward, Stafford, Stanton, Stevens, and Wichita

Great Plains Development, Inc. Patty Richardson, Director P.O. Box 1116 Dodge City, Kansas 67801 Phone: (620) 227-6406

Fax: (620) 225-6051 e-mail: gpdi@pld.com

TAX CREDIT ALLOCATION PLAN: The State of Kansas has authorized a total of \$7 million in tax credits for this program. For SFY 2005, a total of \$2.5 million in tax credits will be made available; for SFY 2006, \$2.5 million in tax credits will be made available; and for SFY 2007, \$2 million in tax credits will be made available. This is subject to change each state fiscal year depending upon legislative decisions.

Each of the seven selected regional foundations listed below initially receives tax credits as follows based on equal distribution:

SFY 2005 and SFY 2006, \$357,142 per foundation SFY 2007, \$285,714 per foundation

These tax credits are capped, per fiscal year, so there is no additional fiscal note for SB 324 in SFY 2006 and SFY 2007. However, if the already marketed tax credits for SFY 2005 outlined below become retroactive to 75%, the Department of Revenue will need to rebate the donors an additional 25% of their donation or \$74,200 prorated as per each donor's contribution.

	Contributions	Credi Clain at (50	ned
Northwest Kansas Planning and Development Commission	\$ 50,000	\$ 25	,000
NCKCN (via North Central Regional Planning Commission)	\$ 179,000	\$89	,500
Glacial Hills Resource Conservation and Development Region, In	nc. \$ 67,800	\$ 33	,900
East Central Kansas Rural Development Tax Credit Program, Inc	. 2	\$	0
Southeast Kansas, Inc.		\$	0
South Central Kansas Economic Development District		\$	0
Great Plains Development, Inc.		\$	0
TOTAL AMOUNT OF SFY 2005 CREDITS	\$296,800	\$148	3,400