

MINUTES OF THE SENATE FEDERAL AND STATE AFFAIRS.

The meeting was called to order by Chairperson Senator Lana Oleen at 11:45 a.m. on March 31, 2000 in Room 356-E of the Capitol.

All members were present.

Committee staff present: Mary Galligan, Legislative Research Department
Theresa Kiernan, Revisor of Statutes
Russell Mills, Legislative Research Department
Judy Glasgow, Committee Secretary

Conferees appearing before the committee: Dr. Thomas Burke, Kansas City Community College
Senator Sherman Jones
Rebecca Floyd, Kansas Development Finance Authority

Others attending: See Attached Sheet

Chairman Oleen opened the hearing on

HB 3019—Authorizing KDFFA to issue STAR bonds to finance a multi-sport athletic complex

Chairman Oleen recognized Senator Sherman Jones, as a proponent to **HB 3019**. Senator Jones stated that this bill would authorize the use of tax increment financing for the purpose of financing a multi-sport athletic project for Kansas City Kansas Community College (KCKCC). He stated that the bill would give the Kansas Development Finance Authority the authority to issue bonds for the purpose of financing the facility. Under the bill, KCKCC or the Kansas Multi-Sport and Recreation Foundation would first be required to obtain a certification from the Secretary of the Kansas Department of Commerce and Housing that the project will have a major economic impact upon the economy of the state or the surrounding region.

Chairman Oleen recognized Dr. Thomas Burke, President of Kansas City Community College, as a proponent of **HB 3019**. Dr. Burke stated that the concept for this project came from the father of Maurice Greene. (Attachment 1) Maurice Greene had attended Kansas City Community College, but had to leave the Kansas City area to further his track career and his father envisioned having an indoor 400 meter tract for professional track athletes in the Kansas City Area. Dr. Burke stated a presentation was made to the Kansas City Community College Board of Trustee, who expressed interest in the concept. There is space on campus; the campus is centrally located and accessible by major thoroughfares and it was felt this was an ideal location. The complex could include an indoor professional field and track facility, and Olympic swimming facilities. .

Chairman Oleen recognized Rebecca Floyd, Kansas Development Finance Authority, who proposed some clarifications to the bill. Ms. Floyd stated that the changes proposed by KDFFA were directed toward procedural issues. She believe that there should be published notice for public commit and if the facility were located entirely on the college campus there would not be property tax revenue available to finance the bonds. Ms. Floyd stated that state sales tax alone would not be sufficient to pay back the bonds.

Conferees responded to questions from committee members concerning the total amount of bonds that would be needed, and how much of the cost would be pledged from private donations. Dr. Burke stated that several private donations had been pledged; with one private donor pledging five million dollars. Dr. Burke stated that this facility would be the future home of the National Field and Track Hall of Fame which is now housed in Indianapolis, Indiana. Ms. Floyd provided ideas on different ways to structure the tax basis.

Chairman Oleen closed the hearing on **HB 3019**.

CONTINUATION SHEET

MINUTES OF THE SENATE COMMITTEE ON FEDERAL AND STATE AFFAIRS, Room 356-E Statehouse, at 11:45 a.m. on March 31, 2000.

Chairman Oleen ask the committee to look at **SB 669 acquiring state office space**, which had a hearing before the committee on March 28. Senator Oleen stated that information had been provided by the Department of Administration on a request from the committee concerning space over 10,000 square feet and outside of Shawnee County. (Attachment 2). She recognized Joe Fritton, Department of Administration and ask him to explain the balloon that had been proposed by the department. He stated that this amendment would provide that those using these services would be charged a fee based on the size of the space being leased. Chairman Oleen thought all leases over 24 months should to go before the Joint Building Committee for approval. Senator Becker moved to amend the bill showing that all leases over 24 months go before the Joint Building Committee. Senator Vidricksen seconded the motion. The motion carried. Senator Gooch moved to include the Amendment proposed by the Department of Administration, Senator Vratil seconded the motion. The motion carried.

Senator Vidricksen moved to pass SB 669 as amended favorably to the full Senate. Senator Biggs seconded the motion. The motion carried.

Chairman Oleen announced that the meeting would continued after adjournment of the Senate in room 245-N to discuss the sub-committee report on **Sub HB 2013**.

Chairman Oleen reconvened the meeting at 1:40 p.m. and reviewed the sub-committee report on **Sub HB 2013**. (Attachment 3). Senator Oleen explained the basic components in the bill including a) mini-bingo, b) instant bingo, c) taxes, d) Native American tribes and e) problem gamblers programs. After discussion by the committee Senator Harrington moved to accept the subcommittee report, Senator Jones seconded the motion. The motion carried. Senator Harrington moved to pass the bill as amended favorable to the full Senate. Senator Becker seconded the motion. The motion carried.

The meeting adjourned at 2: 15 p.m. The next meeting will be held April 4, 2000 at 11:00 a.m.