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Date: March 2, 2022

To: Senator Kellie Warren, Chairwoman, Senate Committee on Judiciary

From: Shahira Stafford, Kansas Cooperative Council

RE: Proponent Testimony on HCR 5014

Madam Chair and Members of the Committee,

On behalf of the Kansas Cooperative Council (KCC), thank you for the opportunity to provide proponent testimony on House Concurrent Resolution 5014. The KCC is a statewide association that works on behalf of all types of cooperatively structured businesses in Kansas. Some of the industries organized as cooperatives include agriculture, utility, financial, and insurance.

Simply, cooperatives differ from other businesses because they are member-owned, member-controlled, democratically governed, and profits are returned to member-owners. Cooperatives are regulated under the Kansas Cooperative Marketing Act and must adhere to many other rigorous state and federal guidelines.

In particular, our agricultural cooperatives operate in a highly regulated industry, and for good reason. Grain elevators and agricultural retail cooperatives are integral in the Kansas production agriculture chain, which we recognize directly impacts the safety and health of the communities that we serve. Our members take that responsibility seriously every day.

Many regulations beyond those thought of as traditional agricultural policy have the potential to impact farmer co-ops and their farmer members. These issues include environmental regulations, labor, food safety, financial services, and tax policy. The agribusiness industry has long supported statewide efforts to ensure that the regulated industries are consulted during the development of an economic impact statement of a proposed rule or regulation. We continue to support more transparency and careful analysis of the need for proposed regulations that impact our members.

Legislative oversight is a fundamental check and balance. As states have assumed greater responsibilities for government programs and services, the importance of legislative oversight has increased. The KCC supports this proposed constitutional amendment to return to the Legislature the power to veto rules and regulations adopted by executive branch agencies that extend beyond legislative intent.

On behalf of the Kansas Cooperative Council, thank you for the opportunity to comment on HCR 5014, and we respectfully ask for your support.