

MEMORANDUM

To: Interested Parties

From: John J. Federico, JD

Stephen P. Duerst, JD

Date: January 20, 2023

Re: Weekly Report – Week of January 16, 2023

Please see our Weekly Report on Kansas Legislative activities:

A SPECIAL NOTE ON FINDING BILL LANGUAGE & BILL TRACKERS

If you need to find specific language of a bill, type the number in the box under "Bill number:" on the right-hand side of this webpage. Once you find the bill listed, click that specific bill. You will find the PDF logo under the "Documents" label - click the logo...this will lead you to the text of the bill.

If there are bills that you would like *removed* from or *added* to your bill tracker, please contact Liz Sosa (Liz@FedericoDuerst.com).

As always, our office is more than happy to send you specific language as well.

LAWMAKERS LEAVE AFTER SHORT WEEK TO PREP FOR BUSY WEEK AHEAD

After taking Monday off in observation of Martin Luther King Jr. Day, the Legislature began their second week of work on Tuesday. Despite a slow first week of bill introductions, over 200 bills were read in between the House and Senate Chambers during week two. Informational hearings filled the bulk of committee agendas this week but will transition to bill hearings beginning on Monday. As always, please see our weekly calendar, below, as well as daily Session calendars by clicking here.

STATE OF THE STATE TO BE HELD AFTER DELAY

After the announcement that Governor Kelly tested false positive for COVID immediately following the inauguration festivities, the annual State of the State address was postponed until January 24, 2023, at 6:30 pm in the House Chambers. The <u>Governor's Budget</u> was released last week.

FLAT TAX PROPROSAL INTRODUCED

The Kansas Chamber of Commerce introduced a bill this week that proposes a 5% flat income tax rate for individuals and corporations, essentially collapsing the three current brackets down to one. Individuals with incomes of \$15,000 or less and married couples with incomes of \$30,000 would be exempted. Additionally, the bill reduces the rate for banks and savings and loans institutions and using revenues in excess of estimates to eventually reduce the income tax rate to zero though a fiscal note has not yet been

established to provide insight into the cost of the tax proposal. The topic of a flat tax has been a significantly discussed issue around the Capitol this Session and will likely continue to be a frequent topic as lawmakers decide how best to deal with a record surplus in state general funds. There is no word yet on when the bill will be heard.

WORKFORCE RECOMMENDATIONS REVISITED AND DISCUSSED

On Tuesday, the <u>House Commerce Committee</u> received a Report of the <u>Special Committee on Workforce Development</u>. This report, which can be found <u>here</u>, provided 19 recommendations for legislative consideration including creating pathways for adult learners, providing additional financial assistance to more students, increasing support for innovative workforce development programs, expanding affordable child care options, investigating disability pay gaps, and proceeding cautiously regarding the legalization of marijuana. Lawmakers will now begin the arduous task of trying to draft legislation to address at least some of these needs.

POSSIBLE MEGA INVESTMENT PROJECTS ANNOUNCED; FEW DETAILS GIVEN

Following the historic announcement of the multibillion Panasonic battery plant investment, the <u>Department of Commerce</u> delivered an update to the <u>Senate Commerce Committee</u> this week on the legislation used to help get the deal across the finish line.

The APEX or Attracting Powerful Economic Expansion Act was passed last Session after weeks of negotiation and close votes. Among other provisions, the bill provides for investment tax credits, payroll rebates, money for training and education, relocation investment incentives and sales tax exemptions. The Department of Commerce noted that the Panasonic project is well underway and asked the committee to extend the sunset on the costly legislation to 2024. There has been chatter that lawmakers want to modify the law in other ways, as well, although no specifics have been provided at this time.

Commerce also noted other mega-projects in the pipeline. While few details were given, several possible projects were discussed, including:

- An advanced manufacturing plant consisting of \$3 billion capital investment and an estimated 3,500 jobs.
- An advanced manufacturing plant consisting of \$4 billion capital investment and an estimated 723 iobs.
- A semiconductor megaproject consisting of \$1.4 billion capital investment and an estimated 1,994 iobs.
- A semiconductor megaproject consisting of \$1.9 billion capital investment and an estimated 2,000 iobs.
- A renewable energy megaproject consisting of \$1 billion capital investment and an estimated 25 jobs.
- A heavy industry manufacturing consisting of \$1 billion capital investment and an estimated 175 jobs.
- One gas-to-chemicals facility that is a megaproject. Due to the industry type is not currently eligible for APEX, as it is a refining industry. This project would include a capital investment of \$1.05 billion with an estimated 54 jobs.

ECONOMIC INCENTIVE PROGRAMS AUDIT REVEALED

The <u>Legislative Post Audit Committee</u> met this week and heard the presentation of an audit, conducted by the non-partisan <u>Division of Post Audit</u>, which examined the effectiveness of 5 of the Department of

Commerce's major economic development <u>programs</u>. Specifically, the audit concentrated on the High Performance Incentive Program (HPIP), Job Creation Fund (JCF), Kansas Industrial Training (KIT), Kansas Industrial Retraining (KIR) and Promoting Employment Across Kansas (PEAK). Combined, these programs have awarded over \$400 million to businesses between 2017 and 2021. Auditors noted the programs were generally successful despite not being able to return sufficient amounts of income, sales, or property tax dollars to cover initial investment. The full report can be found <u>here</u>.

OTHER PRESS RELEASES & UPDATES

Governor Kelly Announces Nearly \$45 Million to Connect Kansans to High-Speed Internet

WEEKLY SCHEDULE: WEEK OF JANUARY 23 - 27

Schedule subject to change. Daily Session calendars may be found here.

	JANUARY 23, 2023			
Time	Committee	Room	Notes	
8:30 PM	S Agriculture	144-S	N/A	
8:30 AM	S Public Health & Welfare	142-S	N/A	
8:30 AM	S Transportation	546-S	N/A	
9:00 AM	H. Approps	112-N	N/A	
9:00 AM	H Fed & State	346-S	N/A	
			Bill Intros, Briefing: Insurance Department, Joint	
9:00 AM	H Financial Inst. & Pensions	582-N	Committee on Pensions, TEFFI Report	
9:00 AM	H Local Government	281-N	Bill Intros	
			Bill Intros, Briefing: Legislative Admin Services,	
9:00 AM	H Leg. Modernization	218-N	LPA Operations	
9:30 AM	S Tax	548-S	N/A	
9:30 AM	S Financial Inst. & Insurance	546-S	N/A	
9:30 AM	S Transparency & Ethics	142-S	N/A	
10:30 AM	S Commerce	546-S	N/A	
10:30 AM	S Fed & State	144-S	N/A	
			Bill Intros, Confirmation Hearing: Maurice	
10:30 AM	S Judiciary	346-S	Brewer BIDS	
10:30 AM	S Ways & Means	548-S	N/A	
11:00 AM	HOUSE FLOOR			
			Bill Intros, Hearing: SB13- Permitting local	
			broadcasters to broadcast high school sports	
1:30 PM	S Education	144-S	activities	
1:30 PM	S Utilities	548-S	Bill Intros, Briefing: Regulation of Robo-calls	
1:30 PM	H Ag. Budget	118-N	N/A	
			Bill Intros, Hearing: HB2024- Infant Refuge	
4 20 514	LL Child Mark Co.	452.6	Surrender; Briefing: Foster Care, Child Welfare	
1:30 PM	H Child Welfare	152-S	Systems	
1:30 PM	H Commerce	346-S	N/A	
			Bill Intros, Briefing: Juvenile Justice Oversight; Hearing: HB2033- Changing Criteria for juvenile	
1:30 PM	H Corrections & JJ	546-S	intervention center	
T.30 F IVI	TI COTTECTIONS & 33	340-3	IIILEI VEIILIOII CEIILEI	

H Education	218-N	Bill Intros, Briefing: Foster Care Reports
		Bill Intros, Briefing: Silver Haired Legislature,
		Statewide Addiction Prevention, Community
H Health & Human Ser.	112-N	Care Network
H Higher Ed. Budget	281-N	N/A
		Bill Intros, Briefing: Broadband Middle Mile
H Transportation	582-N	Initiatives
SENATE FLOOR		
H Agriculture	112-N	N/A
H General Gov. Budget	281-N	Bill Intros, Briefing: KS Dental Board
		Bill Intros, Hearing: HB2010- Defendants lacking
		mental capacity, SB2023- Crime of Interference
H Judiciary	582-N	with conduct of a hospital
H K-12 Budget	546-S	Bill Intros, Briefing: Special Education
H Social Services Budget	152-S	Bill Intros, Briefing: KDADS
H Tax	346-S	On-Site Tour of Local Tax Office
H Transportation Budget	118-N	N/A
H Insurance	218-N	N/A
	H Health & Human Ser. H Higher Ed. Budget H Transportation SENATE FLOOR H Agriculture H General Gov. Budget H Judiciary H K-12 Budget H Social Services Budget H Tax H Transportation Budget	H Health & Human Ser. H Higher Ed. Budget 281-N H Transportation SENATE FLOOR H Agriculture H General Gov. Budget 281-N H Judiciary H K-12 Budget H Social Services Budget H Tax 346-S H Transportation Budget 112-N 112-N

JANUARY 24, 2023

Time	Committee	Room	Notes
8:30 PM	S Agriculture	144-S	Bill Intros, Briefing: Kansas Water Office
			Bill Intros, Briefing: Local Health Departments in
8:30 AM	S Public Health & Welfare	142-S	Kansas
			Bill Intros, Hearing: SB2- Authorizing driving
8:30 AM	S Transportation	546-S	privileges for individuals with revoked licenses
			Bill Intros, Briefing: BuildUP Kansas, Overview of
9:00 AM	H Appropriations	112-N	IKE Plan HUB Proposal, LPA Audits
9:00 AM	H Fed & State	346-S	Bill Intros, TBD
9:00 AM	H Water	218-N	Bill Intros, Briefing: Kansas Water Authority
			Bill Intros, Briefing: Overview of 911 Operators,
			AT&T State Commitment, Robo Calls- Verizon &
9:00 AM	H Utilities & Telecom	582-N	T-Mobile
			Bill Intros, Hearing: HB2039- Exempting Disabled
			Veterans from certain requirements relating to
9:00 AM	H Veterans	281-N	Hunting/Fishing Licenses
			Bill Intros, Briefing: Income Tax Overview;
9:30 AM	S Tax	548-S	Briefing: LPA Property Tax Audit; Possible Action
			Bill Intros, Hearing: SB14- Updating version of
			Risk Based Capital, SB18- Redefining 'Person' in
9:30 AM	S Financial Inst. & Insurance	546-S	Insurance Law
9:30 AM	S Local Government	142-S	N/A
			Bill Intros, Briefing: Special Committee on
			Workforce Development, Kansas Chamber
10:30 AM	S Commerce	546-S	Workforce Presentation

		Bill Intros, Briefing: Unemployment and the	
S Fed & State	144-S	Labor Market	
		Bill Intros, Briefing: Association of Public Safety	
S Judiciary	346-S	Communication	
		Bill Intros, Briefing: FMAP Enhanced Rates, I/DD	
		Waiver Modernization, Mental Health	
S Ways & Means	548-S	Intervention, Virtual Math Program	
HOUSE FLOOR			
		Bill Intros, Briefing: Vocational Technical	
S Education	144-S	Colleges	
		Bill Intros, Briefing: Update on	
S Utilities	548-S	Telecommunications Industry	
		Bill Intros, Briefing: Department of Commerce	
H Ag. Budget	118-N	Enhancements	
H Welfare Reform	152-S	Bill Intros, Briefing: Childcare Assistance	
		Bill Intros, Briefings: BuildUp Kansas, Kansas	
H Commerce	346-S	Restaurant Association	
		Bill Intros, Hearing: HB2031- Reduce Armed	
H Corrections & JJ	546-S	Violence Act increasing penalties	
		Bill Intros, Hearing: HB2040- Revising School	
H Education	218-N	Equity and Enhancement Act	
		Bill Intros, Briefings: Family Physicians, KS	
H Health & Human Ser.	112-N	Association of Osteopathic Medicine	
		Bill Intros, Briefing: Midwest Higher Education	
H Higher Ed. Budget	281-N	Compact	
H Transportation	582-N	N/A	
SENATE FLOOR			
H Agriculture	112-N	Bill Intros, Briefing: Kansas Water Authority	
		Bill Intros, Hearing: HB2029- Increasing time of	
H Judiciary	582-N	initial Restraining Orders	
		Bill Intros, Hearing: HB2030- Authorizing	
		nonpublic school students to participate in	
H K-12 Budget	546-S	KSHSAA Activities	
H Social Services Budget	152-S	Bill Intros, Briefing: KDHE Overview	
		Bill Intros, Hearings: HB2002- Reimbursement of	
		postage for Truth in Taxation, HB2026- Revenue	
H Tax	346-S	filing release of Tax Warrants	
H Transportation Budget	118-N	Bill Intros, Briefing: Budget Analysis	
		Bill Intros, Hearing: HB2013-Runoff Provisions in	
H Elections	218-N	Certain Elections	
		Bill Intros, Briefing: KDHE Lab Update, OITS	
H Gen Gov. Budget	281-N	Presentation	
S Agriculture	144-S	Bill Intros, TBD	
JANUARY 25, 2023			
Committee	Room	Notes	
	S Judiciary S Ways & Means HOUSE FLOOR S Education S Utilities H Ag. Budget H Welfare Reform H Commerce H Corrections & JJ H Education H Health & Human Ser. H Higher Ed. Budget H Transportation SENATE FLOOR H Agriculture H Judiciary H K-12 Budget H Social Services Budget H Tax H Transportation Budget H Elections H Gen Gov. Budget S Agriculture	S Judiciary S Ways & Means HOUSE FLOOR S Education S Utilities H Ag. Budget H Welfare Reform 152-S H Commerce 346-S H Corrections & JJ 546-S H Education H Health & Human Ser. 112-N H Higher Ed. Budget H Transportation SENATE FLOOR H Agriculture 112-N H Judiciary 582-N H K-12 Budget H Social Services Budget H Tax 346-S H Tax H Elections 218-N H Gen Gov. Budget 281-N S Agriculture 112-N	

			Bill Intros, Briefing: Critical issues in Kansas
8:30 AM	S Public Health & Welfare	142-S	Health and Child Welfare Systems
8:30 AM	S Transportation	546-S	Bill Intros, TBD
			Bill Intros, Briefing: Medicaid Leadership
			Academy in DC, FMAP Enhancement and
9:00 AM	H. Approps	112-N	Eligibility
9:00 AM	H Fed & State	346-S	Bill Intros, TBD
			Bill Intros, Briefing: KPERS Funding Investments
9:00 AM	H Financial Inst. & Pensions	582-N	& Policy
9:00 AM	H Local Government	281-N	Bill Intros, Kansas Municipal Utilities
9:00 AM	H Leg. Modernization	218-N	Bill Intros, Briefing: KLRD, Revisor of Statutes
			Bill Intros, Hearings; SB7- Income Tax in rural
			decline county, SB30- COLA standard deduction,
9:30 AM	S Tax	548-S	SB22-JoCo Christmas Bureau
			Bill Intros, Hearings: SB24- Definition of
			employer for autism coverage, SB26- Fiscal
9:30 AM	S Financial Inst. & Insurance	546-S	soundness for Medicare providers
			Bill Intros, Briefing: Governmental Ethics
9:30 AM	S Transparency & Ethics	142-S	Commission
			Bill Intros, Briefing: Children's Cabinet Trust
10:30 AM	S Commerce	546-S	Fund, WSU Workforce Development
			Bill Intros, Hearing: Statue on Capitol Grounds,
10:30 AM	S Fed & State	144-S	SB39- Authorization of mural
10:30 AM	S Judiciary	346-S	Bill Intros, Briefing: BIDS
			Bill Intros, Briefing: Inmate Incentive Pay &
10:30 AM	S Ways & Means	548-S	Work Programs, KU Med Cancer Center
11:00 AM	HOUSE FLOOR		
1:30 PM	Joint Education	346-S	Honoring Kansas Teacher of the Year
			Bill Intros, Briefing: Light Mitigation
1:30 PM	S Utilities	548-S	Technologies
1:30 PM	H Ag. Budget	118-N	Bill Intros, Briefing: Kansas Water Office
			Bill Intros; Hearing: HB2034- KDHE Training for
1:30 PM	H Child Welfare	152-S	Child Abuse Victims; Possible Action
			Bill Intros; Hearing: HB2042- Authorizing towing
1:30 PM	H Commerce	346-S	by Self-Storage Units
1:30 PM	H Corrections & JJ	546-S	Bill Intros, TBD
1:30 PM	H Health & Human Ser.	112-N	N/A
			Bill Intros; Briefing: Economic Impact of
1:30 PM	H Higher Ed. Budget	281-N	Research
1:30 PM	H Transportation	582-N	Bill Intros; Briefing: Road Usage Charge
2:30 PM	SENATE FLOOR		
			Bill Intros; Briefing: Lesser Prairie Chicken
3:30 PM	H Agriculture	112-N	Endangered Status
			Bill Intros; Briefing: Performance Based Budget,
			Kansas Lottery, Kansas Gaming and Racing
3:30 PM	H General Gov. Budget	281-N	Commission

			Bill Intros; Hearing: HB2028- Automatic
3:30 PM	H Judiciary	582-N	expungement of criminal records
			Bill Intros; Hearing: Hb2048- Expanding Eligibility
			under the Tax Credit for Low Income Student
3:30 PM	H K-12 Budget	546-S	Scholarship Program
3:30 PM	H Social Services Budget	152-S	Bill Intros; Briefing: DCF Operations
3:30 PM	H Tax	346-S	N/A
			Bill Intros; Briefing: Community Corrections,
3:30 PM	H Transportation Budget	118-N	BIDS
3:30 PM	H Insurance	218-N	N/A
	J	ANUARY	26, 2023
Time	Committee	Room	Notes
8:30 PM	S Agriculture	144-S	Bill Intros, TBD
			Bill Intros, Briefing: Suicide among Adolescent
8:30 AM	S Public Health & Welfare	142-S	Youth, Marketplace Enrollment Trends
8:30 AM	S Transportation	546-S	Bill Intros, TBD
			Bill Intros; Briefing: Agricultural Issues, Wildfire
9:00 AM	H Appropriations	112-N	Taskforce
9:00 AM	H Fed & State	346-S	Bill Intros; TBD
			Bill Intros; Briefing: Groundwater Management
9:00 AM	H Water	218-N	Districts
			Bill Intros; Briefing: Kansas Pipeline
			Infrastructure, Broadband Development
9:00 AM	H Utilities & Telecom	582-N	Programs
			Bill Intros; Action: HB2039- Disabled Veterans
9:00 AM	H Veterans	281-N	Fee Exemptions on Hunting/Fishing Licenses
			Bill Intros, Hearings: SB8- Revising Escaped
			Personal Property, SB40- Permitting
9:30 AM	C.Tov	F40.C	carryforward of NOL, SB41- Remittance Credit
9:30 AIVI	S Tax	548-S	Sales Tax Bill Intros, Hearings: SB15- Prima Facie related
			to brokers, SB19- Revising collection of Premium
9:30 AM	S Financial Inst. & Insurance	546-S	Taxes
9:30 AM	S Local Government	142-S	N/A
3.30 / ((V)	3 Local Government	142 3	Bill Intros, Briefing: Kansas Restaurant &
10:30 AM	S Commerce	546-S	Hospitality Association
			Bill Intros, Confirmation Hearings: State Civil
10:30 AM	S Fed & State	144-S	Service Board
			Bill Intros, Briefing: Kansas Sentencing
10:30 AM	S Judiciary	346-S	Commission
10:30 AM	S Ways & Means	548-S	N/A
11:00 AM	HOUSE FLOOR		
1:30 PM	S Education	144-S	Bill Intros, Briefing: Higher Ed. by the Numbers
			Bill Intros, Briefing: Light Mitigation Technology;
1:30 PM	S Utilities	548-S	Possible Action

1:30 PM	H Ag. Budget	118-N	Bill Intros; Briefing: NBAF
1:30 PM	H Welfare Reform	152-S	Bill Intros; Briefing: DCF Work/Training Program
1:30 PM	H Commerce	346-S	Bill Intros; Possible Action
1:30 PM	H Corrections & JJ	546-S	Bill Intros; TBD
			Bill Intros; Briefing: Mental Health Professionals
1:30 PM	H Education	218-N	in Schools, Issues around Restraint
			Bill Intros; Briefing: Kansas Health Centers
1:30 PM	H Health & Human Ser.	112-N	Association
			Bill Intros; Briefing: Economic Impact of
1:30 PM	H Higher Ed. Budget	281-N	Research
			Bill Intros; Hearings: HB2019- Independent
			Contractor for Transportation Networks,
			HB2020- Employment Status related to Vehicle
1:30 PM	H Transportation	582-N	Safety
2:30 PM	SENATE FLOOR		
3:30 PM	H Agriculture	112-N	N/A
3:30 PM	H Judiciary	582-N	Bill Intros; Possible Action
3:30 PM	H K-12 Budget	546-S	N/A
3:30 PM	H Social Services Budget	152-S	Bill Intros; Briefing: Overview of HCBS Waivers
			Bill Intros; Hearing: HB2041- Sales Tax
3:30 PM	H Tax	346-S	Exemption for Non-profit Community Theaters
3:30 PM	H Transportation Budget	118-N	N/A
			Bill Intros; Hearing: HB2056- All Advance Voting
			Ballots to be Returned by 7PM Election Day;
3:30 PM	H Elections	218-N	Possible Action
3:30 PM	H Gen Gov. Budget	281-N	N/A