

SENATE BILL No. 324

By Committee on Federal and State Affairs

2-14

AN ACT concerning state gaming revenues and the use thereof; making and concerning appropriations for the fiscal year ending June 30, 2002, for the department of commerce and housing; amending K.S.A. 2000 Supp. 79-4804 and repealing the existing section.

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

New Section 1.

DEPARTMENT OF COMMERCE AND HOUSING

(a) There is appropriated for the above agency from the state economic development initiatives fund for the fiscal year ending June 30, 2002, the following:

Wichita airport planning assistance..... \$100,000

Provided, That all expenditures from the Wichita airport planning assistance account shall be for the development of a plan to reduce the costs of air transportation services for individuals, businesses and public agencies traveling into or out of the Wichita airport on commercial air carriers:

Provided further, That all expenditures from this account shall be matched on a \$1 for \$1 basis by moneys provided by the city of Wichita, Sedgwick county or other local public sources or private sources.

Sec. 2. K.S.A. 2000 Supp. 79-4804 is hereby amended to read as follows: 79-4804. (a) After the transfer of moneys pursuant to K.S.A. 2000 Supp. 79-4806, and amendments thereto, an amount equal to 85% of the balance of all moneys credited to the state gaming revenues fund shall be transferred and credited to the state economic development initiatives fund. Expenditures from the state economic development initiatives fund shall be made in accordance with appropriations acts for the financing of such programs supporting and enhancing the existing economic foundation of the state and fostering growth through the expansion of current, and the establishment and attraction of new, commercial and industrial enterprises as provided by this section and as may be authorized by law and not less than of such money shall be distributed equally among the congressional districts of the state. Except as provided by ~~subsection (g)~~ *subsections (g) and (h)*, all moneys credited to the state economic development initiatives fund shall be credited within the fund, as provided by law, to an account or accounts of the fund which are created by this

1 section.

2 (b) There is hereby created the Kansas capital formation account in
3 the state economic development initiatives fund. All moneys credited to
4 the Kansas capital formation account shall be used to provide, encourage
5 and implement capital development and formation in Kansas.

6 (c) There is hereby created the Kansas economic development research
7 and development account in the state economic development initiatives
8 fund. All moneys credited to the Kansas economic development research
9 and development account shall be used to promote, encourage and im-
10 plement research and development programs and activities in Kansas and
11 technical assistance funded through state educational institutions under
12 the supervision and control of the state board of regents or other Kansas
13 colleges and universities.

14 (d) There is hereby created the Kansas economic development endow-
15 ment account in the state economic development initiatives fund. All
16 moneys credited to the Kansas economic development endowment ac-
17 count shall be accumulated and invested as provided in this section to
18 provide an ongoing source of funds which shall be used for economic
19 development activities in Kansas, including but not limited to continuing
20 appropriations or demand transfers for programs and projects which shall
21 include, but are not limited to, specific community infrastructure projects
22 in Kansas that stimulate economic growth.

23 (e) Except as provided in subsection (f), the director of investments
24 may invest and reinvest moneys credited to the state economic develop-
25 ment initiatives fund in accordance with investment policies established
26 by the pooled money investment board under K.S.A. 75-4232, and
27 amendments thereto, in the pooled money investment portfolio. All mon-
28 eys received as interest earned by the investment of the moneys credited
29 to the state economic development initiatives fund shall be deposited in
30 the state treasury and credited to the Kansas economic development en-
31 dowment account of such fund.

32 (f) Moneys credited to the Kansas economic development endowment
33 account of the state economic development initiatives fund may be in-
34 vested in government guaranteed loans and debentures as provided by
35 law in addition to the investments authorized by subsection (e) or in lieu
36 of such investments. All moneys received as interest earned by the in-
37 vestment under this subsection of the moneys credited to the Kansas
38 economic development endowment account shall be deposited in the
39 state treasury and credited to the Kansas economic development endow-
40 ment account of the state economic development initiatives fund.

41 (g) In each fiscal year, the director of accounts and reports shall make
42 transfers in equal amounts on July 15 and January 15 which in the aggre-
43 gate equal \$2,000,000 from the state economic development initiatives

1 fund to the state water plan fund created by K.S.A. 82a-951, and amend-
2 ments thereto. No other moneys credited to the state economic devel-
3 opment initiatives fund shall be used for: (1) Water-related projects or
4 programs, or related technical assistance; or (2) any other projects or
5 programs, or related technical assistance, which meet one or more of the
6 long-range goals, objectives and considerations set forth in the state water
7 resource planning act.

8 *(h) In each fiscal year, the director of accounts and reports shall make*
9 *transfers in equal amounts on July 15 and January 15 which in the ag-*
10 *gregate equal \$2,500,000 from the airport services improvement matching*
11 *grant fund created by section 3, and amendments thereto.*

12 New Sec. 3. (a) The secretary of commerce and housing shall establish
13 and implement a financial incentive program which shall be known as the
14 airport services improvement program. The airport services improvement
15 program shall provide grants and other financial incentive for develop-
16 ment and improvement of airline services from existing airports to reduce
17 the costs of commercial air carriers in providing air transportation services
18 to individuals, businesses and public agencies so that the costs of such
19 services to individuals, businesses and public agencies are stabilized and
20 reduced. The secretary of commerce and housing shall make grants and
21 provide other financial incentives in accordance with the airport services
22 improvement program.

23 (b) There is hereby created in the state treasury the airport services
24 improvement matching grant fund which shall be administered by the
25 secretary of commerce and housing. All moneys in the airport services
26 improvement matching grant fund shall be to provide matching grants to
27 provide financial incentives for development and improvement of airline
28 service from existing airports under the airport services improvement pro-
29 gram in accordance with this section. All expenditures from the airport
30 services improvement matching grant fund shall be on warrants of the
31 director of accounts and reports issued pursuant to vouchers approved
32 by the secretary of commerce and housing or the secretary's designee.

33 (c) The secretary of the department of commerce and housing shall
34 establish grant eligibility criteria and shall administer the competitive se-
35 lection process for the awarding of such grants. Any applicant applying
36 for a grant shall be required to provide funding equal to the amount of
37 the grant awarded.

38 (d) The secretary of commerce and housing shall adopt any rules and
39 regulations necessary for the implementation of this section.

40 (e) On July 1, 2002, and on July 1 of each year thereafter and after the
41 transfer of moneys pursuant to K.S.A. 2000 Supp. 79-4806, and amend-
42 ments thereto, or as soon thereafter as sufficient moneys are available,
43 \$2,500,000 credited to the state gaming revenues fund shall be trans-

1 ferred and credited to the airport services matching grant improvement
2 fund.

3 Sec. 4. K.S.A. 2000 Supp. 79-4804 is hereby repealed.

4 Sec. 5 This act shall take effect and be in force from and after its
5 publication in the statute book.

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