

HOUSE BILL No. 2415

By Committee on Utilities

2-7

AN ACT relating to city and county franchise fees; relating to payment by state educational institutions.

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

Section 1. (a) On and after January 1, 2002, no franchise fee or tax shall be imposed or collected by any city or county based on sales to state educational institutions, as defined by K.S.A. 72-4412, and amendments thereto.

(b) Each state educational institution, as defined by K.S.A. 72-4412, and amendments thereto, shall make payments to cities and counties in lieu of franchise fees and taxes as follows:

(1) On and after January 1, 2002, and before January 1, 2003, such institution shall make such payments in an amount equal to 80% of the amount of such fees and taxes paid by such institution for the calendar year 2001.

(2) On and after January 1, 2003, and before January 1, 2004, such institution shall make such payments in an amount equal to 60% of the amount of such fees and taxes paid by such institution for the calendar year 2001.

(3) On and after January 1, 2004, and before January 1, 2005, such institution shall make such payments in an amount equal to 40% of the amount of such fees and taxes paid by such institution for the calendar year 2001.

(4) On and after January 1, 2005, and before January 1, 2006, such institution shall make such payments in an amount equal to 20% of the amount of such fees and taxes paid by such institution for the calendar year 2001.

(c) Payments required pursuant to subsection (b) shall be made in equal monthly installments to the city or county imposing the franchise fee or tax in lieu of which the payments are made.

Sec. 2. This act shall take effect and be in force from and after its publication in the statute book.