

SENATE BILL No. 127

By Committee on Assessment and Taxation

1-27

9 AN ACT concerning property taxation; relating to machinery, equip-
10 ment, materials and supplies; amending K.S.A. 2004 Supp. 79-201w
11 and repealing the existing section.
12

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

14 Section 1. K.S.A. 2004 Supp. 79-201w is hereby amended to read as
15 follows: 79-201w. The following described property, to the extent speci-
16 fied by this section, shall be exempt from all property or ad valorem taxes
17 levied under the laws of the state of Kansas:

18 Any item of machinery, equipment, materials and supplies which, ex-
19 cept for the operation of the provisions of this section, would be required
20 to be listed for the purpose of taxation pursuant to K.S.A. 79-306, and
21 amendments thereto, and which is used or to be used in the conduct of
22 the owner's business, or in the conduct of activities by an entity not sub-
23 ject to Kansas income taxation pursuant to K.S.A. 79-32,113, and amend-
24 ments thereto, whose original retail cost when new is \$250 or less for tax
25 year 2002, and \$400 or less for tax year 2003, and all tax years thereafter.

26 *An item of machinery, equipment, materials or supplies shall not be*
27 *exempt from all property or ad valorem taxes pursuant to this section if*
28 *it is a component part of another item of machinery, equipment, materials*
29 *or supplies and is necessary or integral to the functionality and use of that*
30 *other item.*

31 Sec. 2. K.S.A. 2004 Supp. 79-201w is hereby repealed.

32 Sec. 3. This act shall take effect and be in force from and after its
33 publication in the statute book.