

SENATE BILL No. 298

By Committee on Agriculture

2-6

9 AN ACT concerning property taxation; relating to exemptions; certain
10 storage structures for cellulose matter; amending K.S.A. 2006 Supp.
11 79-201d and repealing the existing section.
12

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

14 Section 1. K.S.A. 2006 Supp. 79-201d is hereby amended to read as
15 follows: 79-201d. The following described property, to the extent herein
16 specified, shall be and is hereby exempt from all property or ad valorem
17 taxes levied under the laws of the state of Kansas:

18 *First.* All hay and silage. The term “hay” shall include alfalfa, brome,
19 clover, and prairie hays and all other grasses and plants which are har-
20 vested for forage. The term “silage” shall include corn, milo, sorghum
21 and all other plants, cut, compressed and preserved by its own fermen-
22 tation for fodder.

23 *Second.* All farm storage and drying equipment meeting eligibility
24 requirements, as provided in Title 7, Chapter XIV, Subchapter B, Part
25 1474 of the Code of Federal Regulations and as in effect on December
26 31, 1977, for loans under the federal farm storage and drying equipment
27 loan program, whether financed or not, and all used farm storage and
28 drying equipment meeting such eligibility requirements but for the fact
29 that the same was not purchased from the commodity credit corporation,
30 which equipment is used for the storage or drying of haylage, silage, corn,
31 oats, barley, grain sorghum, wheat, rye, soybeans, flaxseed, rice, dry edible
32 beans or sunflower seed, for any eight of the 10 calendar years next fol-
33 lowing the calendar year in which such equipment is acquired or con-
34 struction thereof is completed. The exemption provided for in this par-
35 agraph shall be limited to a total of eight years for each individual farm
36 storage and drying equipment. The provisions of this subsection shall
37 apply to equipment acquired or the construction of which was completed
38 during the calendar year 1977, or any year thereafter.

39 *Third.* All farm storage structures designed and predominantly used
40 for the storage of hay, for any eight of the 10 calendar years next following
41 the calendar year in which such farm storage structure was newly con-
42 structed or first assembled. The exemption provided for in this paragraph
43 shall be limited to a total of eight years for each individual farm storage

1 structure. The provisions of this paragraph shall apply to farm storage
2 structures newly constructed or first assembled after December 31, 2004.

3 *Fourth. All storage structures designed and predominantly used for*
4 *the storage of cellulose matter or other related agriculturally derived ma-*
5 *terial to be used in the production of cellulosic alcohol and coproducts,*
6 *for any eight of the 10 calendar years next following the calendar year in*
7 *which such storage structure was newly constructed or first assembled.*
8 *The exemption provided for in this paragraph shall be limited to a total*
9 *of eight years for each such individual storage structure. The provisions*
10 *of this paragraph shall apply to such storage structures newly constructed*
11 *or first assembled after December 31, 2006.*

12 The provisions of this section shall apply to all taxable years commenc-
13 ing after December 31, ~~2004~~ 2006.

14 Sec. 2. K.S.A. 2006 Supp. 79-201d is hereby repealed.

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