

MINUTES OF THE HOUSE COMMITTEE ON ASSESSMENT & TAXATION

The meeting was called to order by Representative Jim Braden at  
Chairperson

9:00 a.m. ~~AM~~ on February 21, 1984 in room 313S of the Capitol.

All members were present except: Representative Kent Ott who was excused.

Committee staff present:

Wayne Morris, Legislative Research Department  
Tom Severn, Legislative Research Department  
Don Hayward, Revisor of Statutes' Office  
Nancy Wolff, Secretary to the Committee

Conferees appearing before the committee:

Representative Marvin Smith  
Rollin Clark, Jefferson County Commissioner  
C. L. Riley, Superintendent of U.S.D. 336, Holton  
Glen Heiser, Wabaunsee County Commissioner  
Roger Coverdale, Jackson County Commissioner  
Bill Crow, Shawnee County

Hearings were held for the proponents on House Bill 2898 which would spread the valuation of power plants over the "user area" rather than just the county in which the power facility is located.

Representative Marvin Smith, sponsor of the legislation, testified as a proponent (Exhibit I) and presented two charts to the members of the committee. One chart listed the "Allocated Assessed Valuation of Kansas Power and Light, by county for 1983, under current law and under H.B. 2898 with proposed amendments". (Exhibit II) The second chart presented by Representative Smith listed the electric generation facilities impacted under House Bill 2898. (Exhibit III)

Rollin Clark, Jefferson County Commissioner, testified as a proponent of House Bill 2898, and testified that his county supports the bill "because we think we are helping to pay for the plant and everyone in the county seems to think this will be a good bill".

C. L. Riley, Superintendent of U.S.D. 336 in Holton, testified in support of House Bill 2898 because of the equalizing effect on the tax base.

Glen Heiser, Wabaunsee County Commissioner, testified in support of House Bill 2898. (Exhibit IV)

Roger Coverdale, Jackson County Commissioner, gave testimony in support of House Bill 2898.

Bill Crow, Shawnee County, spoke in support of House Bill 2898. (Exhibit V and VI)

Charles Smith, Property Valuation Department, reviewed a listing of the distribution of electric companies assessed value. (Exhibit VII)

Representative Wunsch reviewed a balloon copy of House Bill No. 2806 as formulated by the subcommittee appointed by the Chairman. House Bill 2806 would provide refunds of sales tax paid on certain machinery and equipment. (Exhibit VII)

Representative Crowell made a motion that House Bill 2806 be amended by the contents of the balloon and Representative Aylward seconded the motion. The motion carried.

Representative Leach made a motion that House Bill 2806 be amended so the provisions of the bill would sunset on July 1, 1986. Representative

CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON ASSESSMENT AND TAXATION,  
room 313S, Statehouse, at 9:00 a.m./~~p.m.~~ on February 21, 1984

LeRoy Fry seconded the motion. The motion carried.

Representative Spaniol made a motion that House Bill 2806 be reported favorable for passage as amended and Representative Wagnon seconded the motion. The motion carried.

The committee then discussed House Bill 2968 which would require that street addresses be published along with the legal description of properties to be sold at a tax sale.

Representative Crowell made a motion that House Bill 2968 be reported adversely and Representative Rolfs seconded the motion.

Representative Rolfs made a substitute conceptual motion that House Bill 2968 be amended to make certain that should a street address in a publication not be correct, the sale would not be invalidated. Representative Spaniol seconded the motion.

The time allotted for the committee meeting elapsed without action being taken on these motions, so they were carried over to the next committee meeting.

The meeting was adjourned.

DATE: 2-21-84

GUEST REGISTER  
HOUSE  
ASSESSMENT & TAXATION  
COMMITTEE

NAME	ORGANIZATION	ADDRESS
Ray Zuni	City of St. Marys	St. Marys
John Kreeple	KASB	Topeka
Fred F. Gabe	U.S.D. # 337	Madetta
Jeray Jagers	USB # 454	Durbin
Donald Wittman	USD # 329	Alma
<del>Alger</del>	U.S.D. # 330	Fskridge
Jacque Oakes	KASB	Yates Center
D. Ferrell	Budget	Topeka
Jim Bradley	Osage Co. Comm.	Carbondale
Robert Markley	Osage Co. Comm.	Bennington
Harvey M. W. Fulst	Osage Co. Comm.	Symon
Virginia Keston	Osage Co. Club	Linton
David Fatus	tax payer 321	Rosselle
David W. Nickl		Topeka
Cliff. Hawk	Jeff. Co. Comm.	Ashdossa
Ellen Flora	Tax payer 330	Harveysville
Ron Calbert	U.T.U.	Newton
George Teagarden	Leg	
Beth Wilbur	Gov. Secs	Topeka
Lester Murphy	Ks Elect. Coop	Topeka
Marshall Clark	KEPCO	Topeka
Rolla Doagard		Lacyne

DATE: 2-21-84

GUEST REGISTER  
HOUSE  
ASSESSMENT & TAXATION  
COMMITTEE

NAME	ORGANIZATION	ADDRESS
Ron Wagon		Onaga, Ks
Barbara Rezac		Onaga, Ks
Wayne J. Ogilvie	Hospital Dist #1	Emmett KS
Edyot Wagon	Conam, Linn Co	Valerone, Ks
John Paul	" " "	Pleasanton, Ks
Ronald F. Ware	Co Comm Linn Co	Blue Mound Ks
Richard A. Long	Linn Co. Engineer	Mound City, Kans
Martha Ann	Scholarship Quality Ed.	La Cygne, Ks.
Ken Rogg	Paola	S & E
Richard Malm	Jefferson Co.	Valley Falls,
Rollin Clark	Jefferson Co.	Meriden, Kansas
E. J. Rice	USD 334	Holtan, Ks
Page S. Bradole	Jackson County	Holtan Ks.
Dennis R. Baker	USD 362	La Cygne, Ks.
Sally Kelly	V.S.D. 362	La Cygne, Ks
Paul Prother	The Linn County News	Pleasanton, Ks
Maurice R. Johnson	Linn County	Pleasanton, Ks
James P. Wagon	Linn County	Pleasanton, Ks
Walter Mattard	Community Hospital District #1, Fort. Leavenworth	Onaga, Ks
Joseph T. Engelken	Community Hospital District #1, Onaga, Ks.	
Kyle H. Drescher	City Manager	Wamego, Ks
Sammy Cully	Chamber Manager	Wamego, Ks

DATE: 2-21-84

GUEST REGISTER  
HOUSE  
ASSESSMENT & TAXATION  
COMMITTEE

NAME	ORGANIZATION	ADDRESS
Gary N Williams	Property Valuation	526-5 SOB
Mike Clark	" "	" "
Phil Mont	" "	" "
W. Fuller	AP	
Chas A Bullard	PUD	526 5 SOB
Michelle Sypert	SM North High School	Shawnee, KS
Leola Dodge	Kansas Agri Women	Chesbury Ks
Deany Bergen	NDC Premag + Dist.	Wameyo Ks
RON GACHES	KCC1	TOPEKA
Gene Meyer	KP & L	Topeka
Joe DWIGANS	KCP & L	K. City
Paul Calvin	Mercury	Manhattan
W. A. Fichel	Pottawatomie Co.	Topeka
Bill Crew	Dover Twp.	topeka Kans
Rick Kready	KPL / Gas Service Co.	Topeka
D. WAYNE ZIMMERMAN	THE ELECTRIC COS ASSOC. OF KS	TOPEKA
JERRY Leonard	KGE	Topeka
DAROLD MARLOW	Land owner	Estabridge
Leo Bolin	Commissioner	Wheeler County
Doug Bradley	Dist. Comm. Commissioner	R2 Lawrence
Don Heiser	Commissioner	Wabawne
Joe McClure	Wheeler Co Comm	Alta Vista



MARVIN E. SMITH  
 REPRESENTATIVE, FIFTIETH DISTRICT  
 SHAWNEE AND JACKSON COUNTIES  
 123 N. E. 82ND STREET  
 TOPEKA, KANSAS 66617



TOPEKA

HOUSE OF  
 REPRESENTATIVES

COMMITTEE ASSIGNMENTS  
 MEMBER AGRICULTURE AND LIVESTOCK  
 COMMERCIAL AND FINANCIAL  
 INSTITUTIONS  
 FEDERAL AND STATE AFFAIRS

H.B. 2898

Mr. Chairman &amp; Members:

I have had constituents from time to time say "hey, why does all the value of these generating plants ~~all~~ be apportioned to one county and one school district?

These generating plants are possible because all of the users are turning on the switches.

Last fall I was visiting with one of the county commissioners from the 50th district. He indicated they needed help to continue to meet the financial needs of the county. He indicated the inequity of valuation from power plants all in one location.

It is with these genuine concerns that I introduce the concept of spreading the valuation through the "users areas."

Wolf Creek is an example of a bloated value for a localized area. If the valuation was spread to the users areas, Wolf Creek utility bills might be more palatable in the future.

In visiting with Legislative Research and Property Valuation - I assured them that the concept of leaving approximately 25% of the valuation on site and 75% apportioned with the intent of the proposed legislation. They have indicated that by applying a 90% apportioning factor will leave approximately 26% with present taxing districts:

Some interesting comparisons are as follows:

<u>Average Levy</u>	<u>1981</u>	<u>1982</u>	<u>1983</u>
COFFEY COUNTY	49.40	41.90	42.50
Allen	98.50	94.70	103.70
Anderson	84.70	81.60	93.70
Greenwood	90.20	103.00	123.20
Lyon	107.50	106.80	112.80
Osage	92.30	94.50	104.80
Woodson	85.80	82.40	93.10
LINN	53.40	55.30	60.60
Bourbon	119.90	121.90	126.20
Anderson	84.70	81.60	93.70
Miami	98.30	99.70	105.90
POTTAWATOMIE	58.30	53.20	55.60
Geary	90.70	79.30	86.70
Jackson	109.10	116.40	120.90

STATE OF KANSAS

MARVIN E. SMITH  
REPRESENTATIVE, FIFTIETH DISTRICT  
SHAWNEE AND JACKSON COUNTIES  
123 N. E. 82ND STREET  
TOPEKA, KANSAS 66617



TOPEKA

HOUSE OF  
REPRESENTATIVES

- 2 -

COMMITTEE ASSIGNMENTS  
MEMBER, AGRICULTURE AND LIVESTOCK  
COMMERCIAL AND FINANCIAL  
INSTITUTIONS  
FEDERAL AND STATE AFFAIRS

Marshall	190.80	105.40	125.40
Nemaha	95.00	95.10	104.60
Riley	108.40	100.60	105.50
Wabaumsee	102.60	98.40	105.30



ALLOCATED ASSESSED VALUATION OF KANSAS POWER AND LIGHT,  
BY COUNTY FOR 1983, UNDER CURRENT LAW AND  
UNDER H.B. 2898 WITH PROPOSED AMENDMENTS

Allocated Assessed Valuation

<u>County</u>	<u>Under Current Law</u>	<u>Under H.B. 2898 (Amended)</u>
Atchison	\$ 1,953,223	\$ 4,932,093
Barton	257,625	661,800
Brown	839,532	2,074,193
Butler	49,285	127,505
Chase	543,079	1,400,019
Clay	343,312	884,492
Cloud	49,833	120,653
Coffey	295,019	759,061
Dickinson	3,725,254	5,497,880
Doniphan	347,920	899,480
Douglas	22,887,165	16,984,907
Edwards	613,172	1,533,707
Elk	57,294	148,227
Ellsworth	47,811	122,743
Geary	1,752,947	4,447,215
Greenwood	2,275,425	5,798,875
Harvey	104,643	270,725
Jackson	2,276,135	5,849,991
Jefferson	1,756,138	4,528,311
Johnson	2,234,003	5,581,774
Labette	1,266,419	3,175,260
Leavenworth	4,760,706	12,109,938
Lincoln	80,485	208,225
Lyon	4,165,318	10,568,158
Marion	902,691	2,309,117
Marshall	1,130,279	2,820,731
McPherson	1,392,667	3,573,363
Morris	2,359,739	5,964,315
Nemaha	992,554	2,532,912
Neosho	154,778	400,429

<u>County</u>	<u>Under Current Law</u>	<u>Under H.B. 2898 (Amended)</u>
Osage	\$ 1,541,055	\$ 3,949,740
Ottawa	531,433	1,362,303
Pawnee	454,863	1,170,598
Pottawatomie	115,336,669	35,494,771
Pratt	65,208	168,632
Reno	13,570,613	15,179,178
Rice	1,495,188	3,798,485
Riley	2,574,535	6,431,779
Saline	4,522,266	11,436,503
Shawnee	22,380,852	32,264,344
Stafford	477,702	1,224,466
Wabaunsee	1,725,860	4,449,650
Washington	69,431	179,625
Wilson	54,786	141,737
Woodson	71,395	184,707
Wyandotte	491,193	1,254,883
TOTAL	<u>\$224,977,500</u>	<u>224,977,500</u> <del>\$ 977,500</del>

Source: Computations of the Department of Revenue, Division of Property Valuation.

KANSAS LEGISLATIVE RESEARCH DEPARTMENT

Room 545-N - Statehouse

Phone 296-3181

Date February 20, 1984

TO: REPRESENTATIVE MARVIN SMITH Office No. 175-W  
 RE: ELECTRIC GENERATION FACILITIES IMPACTED UNDER  
HOUSE BILL NO. 2898

The following lists the 31 electric generation facilities whose values would be redistributed under H.B. 2898.

<u>Company</u>	<u>Facility</u>	<u>County</u>
KP&L (and Central Telephone & Utilities, KG&E)	Jeffrey	Pottawatomie
KP&L	Lawrence	Douglas
KP&L	Tecumseh	Shawnee
KP&L	Abilene	Dickinson
KP&L	Hutchinson	Reno
Central Telephone & Utilities	Mullergren	Barton
Central Telephone & Utilities	Cimarron	Seward
Central Telephone & Utilities	Judson Large	Ford
Central Telephone & Utilities	Clifton	Washington
Empire	Riverton	Cherokee
KCP&L (and KG&E)	LaCygne	Linn
KCP&L (and KEPCO, KG&E)	Wolf Creek	Coffey
KG&E	Wichita	Sedgwick
KG&E	Ripley	Sedgwick
KG&E	Neosho	Labette
KG&E	Murray Gill	Sedgwick
KG&E	Evans	Sedgwick
Midwest Energy	Ross Beach	Ellis
Midwest Energy	Colby	Thomas
Midwest Energy	Hays	Ellis
Midwest Energy	Bird City	Cheyenne
Midwest Energy	Hoxie	Sheridan
Midwest Energy	WaKeeney	Trego
Midwest Energy	Atwood	Rawlins
Midwest Energy	Great Bend	Barton
Sunflower	Holcomb	Finney
Sunflower	Garden City	Finney
Sunflower	Scott City	Scott
Sunflower	Ulysses	Grant
Sunflower	Syracuse	Hamilton
Sunflower	Leoti	Wichita

31

25 Counties



WABAUNSEE COUNTY COURT HOUSE

COMMISSIONER FIRST DISTRICT  
JOE McCLURE, Alta Vista

COMMISSIONER SECOND DISTRICT  
LEO BOHN, Eskridge

COMMISSIONER THIRD DISTRICT  
GLEN L. HEISER, Paxico

BOARD MEETINGS  
FIRST MONDAY OF EACH MONTH AND MONDAY OF EACH WEEK

OFFICE OF COUNTY CLERK

WABAUNSEE COUNTY

ALMA, KANSAS 66401

TELEPHONE 913-765-3414

RUTH M. DIEPENBROCK, Clerk

February 22, 1984

Representative Jim Braden  
Chairman, House Assessment & Taxation  
House Chamber - Third Floor  
Capitol Building  
Topeka, Kansas 66612

House Bill 2898

Honorable Chairman Braden:

We urge you and your committee to fully support House Bill 2898.

Residents of Wabaunsee County along with other counties are helping to pay for the Jeffrey Energy Center, and the valuation from this center all goes to Pottawatomie County.

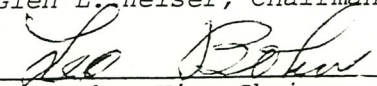
Passage of this bill will help tremendously in lowering the mill levy for the County, along with the School Districts.

Your full support and consideration regarding this bill will be greatly appreciated.

Sincerely yours,

BOARD OF WABAUNSEE COUNTY COMMISSIONERS

  
Glen L. Heiser, Chairman

  
Leo Bohn, Vice-Chairman

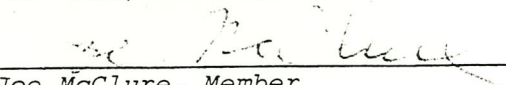
  
Joe McClure, Member

EXHIBIT IV 2/21/84

I have presented you with a 1983 tax levy sheet for Shawnee County. I am a resident of Dover Township and USD #330.

I want to take this time to cite to you some examples of taxation in this area.

Note the township levies at the top of sheets. Dover with a levy of 7.92 dollars a thousand and the Rossville township with a levy of 13.84 dollars a thousand, nearly double that of Dover. Also note that Dover's levy is lowest in county.

Now if you drop down to the U.S.D. levies you will note that Rossville has 25.10 dollars a thousand and Dover with 66.73 more than double. Now the reason for the shift in percentage of levies between township and school districts is because Jeffrey Energy Center is in Rossville school district but not in Rossville Township.

Dover's levy brings in \$800,523.26 against Rossville valuation would bring in \$13,035,267.

Using Dover's Budget of \$800,823.26 against Rossville Valuation would require a mill levy of 4.10.

Rossville levy brings in \$4,903,120. Using Rossville's budget of \$4,903,120 against Dover's valuation would require 408.56 mills.

I would like for you to note Rossville's Bond & Interest is 4.76 which is more than the operating cost of Dover USD #330. They have just recently built two new high schools in the district and also remodeled some elementary schools in the district.

Placing that Bond & Interest levy against their valuation obtains around one million dollars. That is a large debt to pay yearly.

A trucker to operate in Kansas must pay a fee which is used for the entire State. I feel that a power company that generates energy for an area for profit should have their valuation of the generating plant spread over the area where their transmission lines are present and they receive their income.

Therefor I am in favor of H.B. 2898.

NOTE: The following tables show the levies made by various tax levying districts and include: Townships, Cities of the Third Class, Unified School Districts, Drainage Districts, etc. To compute the total levy for a specific property, add the State and County levies plus the applicable Township or City and Unified School District levies. To this add the other levies which may apply such as Drainage District, etc.

**TOWNSHIP LEVIES — 1983**

	General	Road	Spec. Road	Nox. Weed	Cemetery	Fire	Library	Employee Benefits	Library Employee Benefits	Park	Out. Dist. Tuition	Bond & Interest	Township Hall	Total Levy
AUBURN	.052	.643	.400	.054	.104						.158			1.411
DOVER		.768									.024			.792
GROVE	.055	.831			.110			.075			.185			1.256
MENOKEN	.056	.743			.099						.075			.973
MISSION		.805	.200			.440		.078			.182			1.705
MONMOUTH		.664	.500	.066	.104	.300					.226			1.860
ROSSVILLE	.056	.754	.200		.062		.111	.071			.054		.036	1.344
SILVER LAKE	.053	.800			.055		.104	.023	.007		.203			1.245
SOLDIER		.749		.029		.243		.049			.193	.033		1.296
TECUMSEH	.050	.670			.032			.073		.082	.144			1.051
TOPEKA		.755						.071			.025			.851
WILLIAMSPORT		.700			.010	.300					.100			1.110

**THIRD CLASS CITIES — 1983**

	General	Street Lighting	Employee Benefits	Law Enforcement	Total Levy
AUBURN	.765	.096			.861
ROSSVILLE	.856	.047	.120		1.023
SILVER LAKE	.828			.200	1.028
WILLARD	.575				.575

**TOWNSHIP LEVIES APPLICABLE TO CITIES**

	General	Cemetery	Library	Employee Benefits	Library Employee Benefits	Out. Dist. Tuition	Township Hall	Total Levy
Auburn Township on Auburn City	.052	.104				.158		.314
Dover Township on Willard City						.024		.024
Rossville Township on Rossville City	.056	.062	.111	.071		.054	.036	.390
Silver Lake Township on Silver Lake City	.053	.055	.104	.023	.007	.203		.445

**UNIFIED SCHOOL DISTRICT LEVIES — 1983**

	General	Capital Outlay	Trans.	School Retirement	Bond & Interest	Total Levy
321 ROSSVILLE	1.734	.300			.476	2.510
330 DOVER	5.669	.225			.779	6.673
340 MERIDEN	6.244	.400			.852	7.496
345 SEAMAN	4.194	.400			.400	4.994
372 SILVER LAKE	3.367	.400			1.696	5.463
434 SANTA FE TRAIL	6.080	.400			.740	7.220
437 WASHBURN	4.338	.400				4.738
450 SHAWNEE HGTS	4.248	.400	.124		1.378	6.150
501 TOPEKA	5.897	.400		.011		6.308

**FIRE DISTRICT LEVIES — 1983**

	General	Other	Total Levy
No. 1 Grove, Menoken, Silver Lake Townships & Silver Lake City	.198		.198
No. 2 Auburn Township and Auburn City	.300	(1) .409	.709
No. 3 Rossville Township and Rossville City	.514	(1) .343	.857
No. 4 Dover Township and Willard City	.479		.479
Topeka-Tecumseh Townships Joint	.609	(2) .078	.687

**DRAINAGE DISTRICTS LEVIES — 1983**

	General	Total Levy
Kaw River	.505	.505
North Topeka	.198	.198
Rossville Drain	.331	.331
Shunganunga No. 1	.100	.100
Silver Lake	.072	.072
Ward Martin	.288	.288
Tri-County (per unit)	.070	.070

**COUNTY SEWER DISTRICT LEVIES — 1983**

	Maintenance	Bond & Interest	Total Levy
No. 2	.477		.477
No. 3*		.332	.332
No. 4	.959		.959
No. 5*		.317	.317
No. 6	.479		.479
No. 8	.943	.406	1.349
No. 9*		.971	.971
No. 15	.959		.959
No. 16	.960		.960
No. 17	.959		.959
No. 31	.960		.960
No. 33*	.262	2.653	2.915

(\*Sewer Nos. 3, 5 & 9 will add the levies of Sewer No. 33 for a Total Sewer District Levy)

**OTHER DISTRICT LEVIES — 1983**

	General	Police & Fire	Employee Benefits	Bond & Interest	Total Levy
Metro Topeka Airport Authority	.178			.273	.451
Sherwood Improvement District		.153			.153
Shawnee Center Cemetery	.045				.045
Pauline Street Lighting	.387				.387
N.E. Kansas Libraries (Includes all of Shawnee County except Topeka, Rossville & Silver Lake Cities and Rossville & Silver Lake Townships)	.064		.003		.067

**WATERSHED DISTRICT LEVIES — 1983**

	General
Cross Creek J-42	.190
Wakarusa J-35	.160

I, Patsy A. McDonald, County Clerk of Shawnee County, Kansas do hereby certify that the above is a correct statement of the tax levies of Shawnee County, Kansas, for the year 1983.

SEAL.

*Patsy A. McDonald*

Patsy A. McDonald, County Clerk

Ex. VI  
2/21/84

DISTRIBUTION OF ELECTRIC COMPANIES  
ASSESSED VALUE

Presentation to the 1984  
Kansas House of Representatives  
Assessment and Taxation Committee

by

Kansas Department of Revenue  
Division of Property Valuation  
February 1984

- EXHIBIT VII -

2/21/84

## DISTRIBUTION OF ASSESSED VALUES

Once the assessed value has been determined it must then be apportioned to the various taxing districts in which the property is located according to the guidelines set forth in K.S.A. 79-5a06.

Specific values are assigned to land, buildings and power operated equipment, then the remaining assessed value is apportioned to each taxing district on the basis of the proportion of original cost of the remaining property in each taxing district to the original cost of all remaining property. TABLE 1 and TABLE 2 illustrate the general method of apportioning the assessed value of the example company.

TABLE 1

Total Kansas Assessed Value	\$ 216,434,250
Value Assigned to Land & Buildings	5,306,279
Value Assigned to Power Operated Equipment	<u>2,413,000</u>
Remaining Assessed Value to be Apportioned to All Distributable Property	\$ 208,714,971
Average Original Cost of All Distributable Property (Excluding Land, Buildings and Power Equipment)	1,069,719,780
*Ratio of Remaining Assessed Value to Remaining Average Original Cost	.19511182

\*(This ratio represents the amount of distributable assessed value that will be apportioned to the location of each remaining dollar of average original cost. Or, for each remaining dollar of average original cost in each taxing district 19.511182 cents of remaining distributable assessed value will be apportioned to that district.)



TABLE 2

Example Company Assessed Values

(All Counties = \$216,434,250)

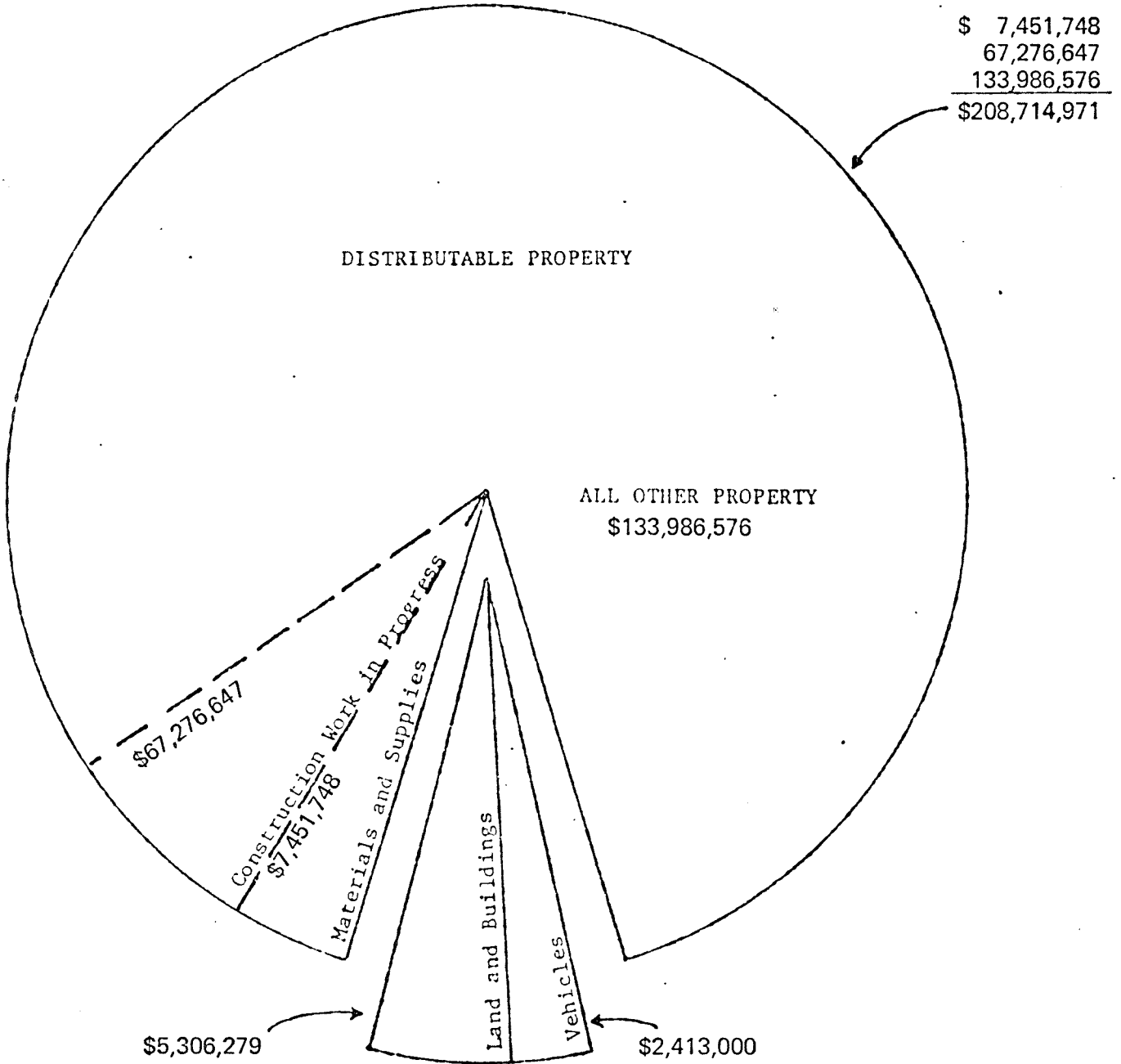
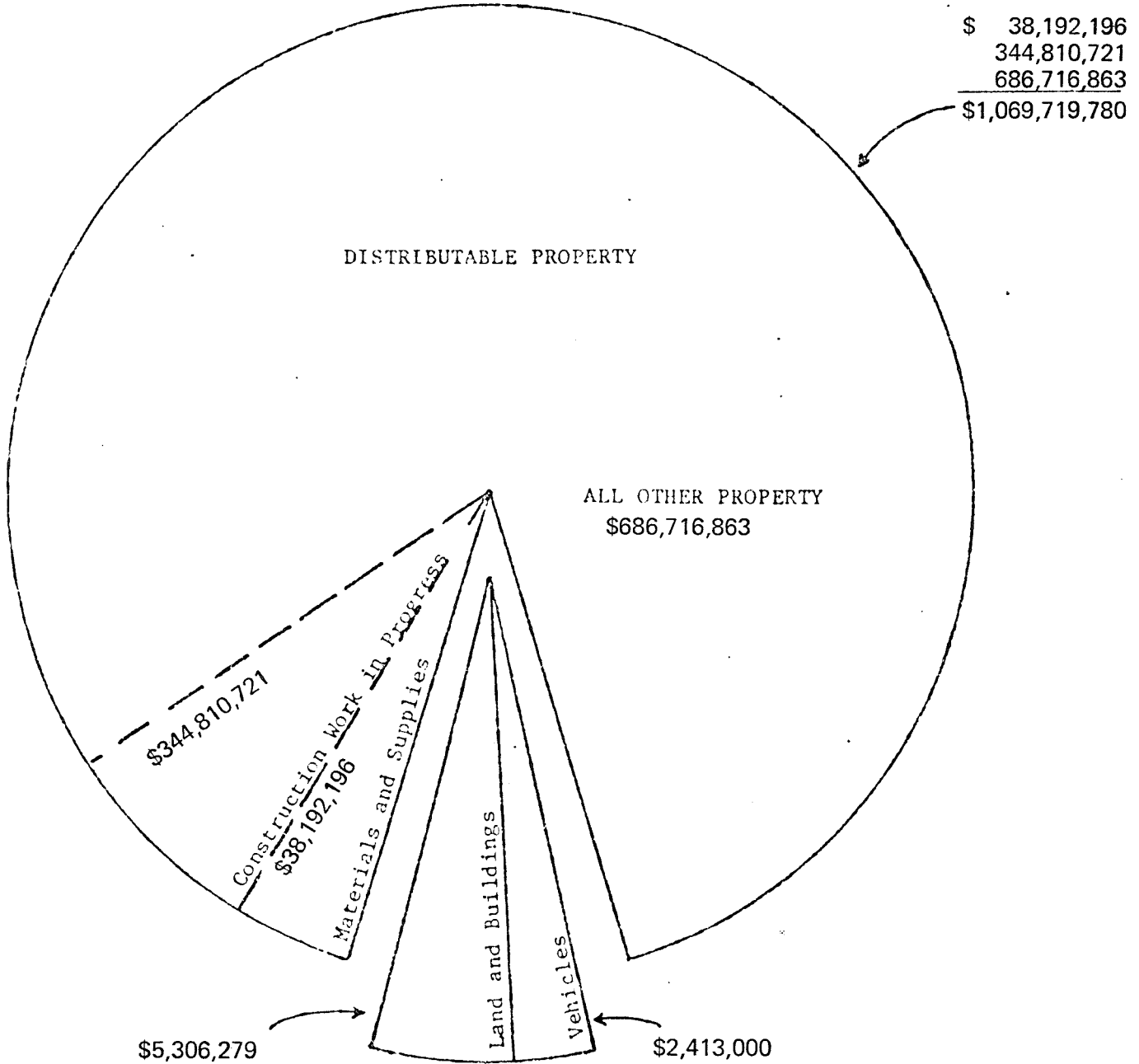


TABLE 3

Example Company Rendered Values

(All Counties = \$1,077,439,059)



### Explanation of the Distribution Process

Exhibit 1 through 9 demonstrates how a public utility's assessed value is distributed to the taxing districts. Exhibit 1 shows the description and assessed value of land and buildings in Allen County for this company. Exhibit 3 shows, in Column 2, the total of land and building assessed value of \$22,655 in Allen County taken from Exhibit 1. Total power operated equipment assessed value in Allen County of \$11,465 is taken from Exhibit 2 and shown on Exhibit 3, Column 3. Land, buildings and power operated equipment assessed values are shown for each county on Exhibits 6 and 7, Columns 2 and 3, respectively. (Notice the Allen County figures on Exhibit 3 compared to Exhibit 6). Assessed values of land, buildings and power operated equipment from each county are listed on Exhibits 6 and 7 with totals appearing on Exhibit 7 (Columns 2 and 3).

### Computation of Ratio for Apportioning Remaining Assessed Value

Exhibit 9 shows the total system assessed value of \$216,434,250. Total land, buildings and power operated equipment assessed value of \$7,719,279 subtracted from \$216,434,250 leaves \$208,714,971 remaining assessed value to be apportioned to all other property. Exhibit 7 shows the average original cost of all other property in Columns 4, 5 and 6 amounting to \$1,069,719,780. Therefore, \$208,714,971 of remaining assessed value must be apportioned to the property represented by the \$1,069,719,780 remaining average original cost. On the basis of average original cost then, each location having a dollar of cost will receive 19.511182 cents of assessed value.

Original Costs of Materials and Supplies, Construction Work in Progress and all other property in each taxing district in Allen County are shown on Exhibits 3, 4 and 5 and above each cost figure is the apportioned amount of assessed value for that property. To illustrate the derivation of the assessed value for each taxing district, refer to Column 6 of Exhibit 3 on the "Cottage Grove Township" line. The \$273,874 of original cost when multiplied by the ratio of .19511182 produces \$53,436 assessed value. This process is applied to all other property (except land, buildings and power equipment) to spread the \$208,714,971 dollars across the remaining system.

Certification to Each County

After assigned assessed values to land, buildings and power operated equipment and apportioning the remaining assessed value to all other property the assessed values are accumulated by taxing district within each county for each company and certified to the respective county clerk by June 15 each year. Exhibit 8 shows the accumulation of assessed values by taxing districts for this company within Allen County. Notice that the "Cottage Grove Township" is certified with \$53,436 assessed value for this company. The \$53,436 is derived from Exhibit 3, Column 8 which is the accumulation of Columns 2-6.

Name of City or Township, School and Other Taxing Districts (Only One County Per Sheet)	LAND DESCRIPTION	BUILDING DESCRIPTION				ASSESSED VALUE AS VERIFIED WITH COUNTY APPRAISER			TOTAL DISTRIBUTED ASSESSED VALUE (Official Use Only)		
		Type Construction	No. Stories	Measurements ooxoo	Year Constr.	LAND	BUILDING	TOTAL	LAND	BUILDING	TOTAL
		3	4	5	6	7	8	9	10	11	12
Humboldt City U-258-16	Reserve 3 except the E 60'	Metal Bldg.	1	5' x 5'		300	25	325			
"	Leased tract at E dead end of Cherokee St.	Pole stor. rack				Leased	500	500			
"	Beg 30' N of center of Signor & the W R-O-W line of the AT&SF--W 210; N 250'; E 210'; S 250'	Metal Bldg. Office	1	70' x 80' 1,040sq. ft.							
		Storage Pkg surface		4,560sq. ft.	1971	300	16,750 1,870				
		Fenc. & Yd. lgt.					1,280	20,200			
						600	20,425	21,025	600	20425	21025
Elm Twp. U-257 LE Cem, SEK Lb	A 235' x 235' tract in the NE corner of S15-T25-R19	No improve				125'		125'	125		125
Elsmore Twp. U-256,F3,SEK Lb	A 415' x 409' tract in the NW corner of the NE 1/4-S36-T25-R20	Metal Bldg. Metal Bldg.	1 1	6' x 8' 16' x 44'		400	45 495	940'	400	540	940
Humboldt Twp. U-258-16, SEK Lb	A 2 acre tract in the NW 1/4 of S2-T26-R18	Metal Bldg.	1	16' x 20'		200	300	500'	200	300	500
Iola Twp. U257, SEK Lb	Leased Tract 325' N & S x 375' E & W in S 1/2 - N 1/2 - NE 1/4 1-25-17	Metal Bldg.	1	8' x 8'		Leased	65	65		65	65
	TOTAL					1,325	21,330	22,655	1325	21330	22655

Indicate last calendar year in which the above real estate assessed values were verified with the County Appraiser 19 \_\_\_\_\_

SCHEDULE 10a

Year \_\_\_\_\_

EXAMPLE COMPANY  
Company

Electric Utility  
(Type of Company)

County ALLEN

DESCRIPTION

Name of City or Township, School and Other Taxing Districts (Only One County Per Sheet)	Year	Make	Model Number	(From Auto Registration) Identification Number	Truck or Trailer Bed Length	Passengers or Tonnage	Describe Special Bodies and Equipment Built on Chassis State Number of Wheels and Other Features of Trailers	100% Value From Prescribed Guides	Assessed Value (Col. 9 x .30)	Total Distributed Assessed Value (Official Use Only)
1	2	3	4	5	6	7	8	9	10	11
Humboldt City U-258-16	706	78	Ford	F800	F82CV	8c 2 1/2 ton	Service body w/used dig. & derrick	7450/5120	3,770	
"	711	78	Ford	F600	F61DV	8c 2 ton	Service body	6350/2070	2,525	
"	714	79	Plymouth	Volare	HL41D	6c 5 Pass	4 Dr. Sedan	3825	1,150	
"	717	73	Ford	F250	F27YK	8c 3/4ton	Service body	1125/ 430	465	
"	718	69	Ford	F100	F10GK	8c 1/2ton	Service body	375/ 220	180	
"	723	73	Chev	CC10703	CCX14	8c 1/2ton	Std. PU	1250	375	
"	730	77	Chev	K20	CKL23	8c 3/4ton	4 x 4 Service body	2925/ 620	1,065	
"	734	75	Chev	CG3105	CGY35	8c 3/4ton	Van	2050	615	
"	777	57	Jaeger		c17701		Air Comp. 2 whl. single	350	105	
"	781	48	Truck Pts		660	2 ton	Pole trailer 2 wh dual	50	15	
								34,210	10,265	10,265
Moran City U-256	722	78	Ford	F250	F27HK	8c 3/4ton	Service body	3275/ 720	1,200	1,200
<p>The vehicles described on this Schedule have been assessed by the Kansas Department of Revenue, Division of Property Valuation for the tax year indicated on this Schedule.</p> <p><i>Philip W. Hester</i> Director of Property Valuation.</p>				Total Allen County				38,205	11,465	11,465

SCHEDULE 10b

ELECTRIC UTILITY  
(Type of Company)

Year

EXAMPLE COMPANY

ALLEN

Name of City, Township, School and Other Taxing Districts (Only One County Per Sheet)	Real Estate Land and Buildings	Vehicles Power Operated and Work Equipment	Materials and Supplies	Construction Work in Progress	All Other Property at Original Cost and Average Original Cost	TOTAL Columns 2, 3, 4, 5, and 6	Total Distributed Assessed Value (Official Use Only)
1	2	3	4	5	6	7	8
	State will place distributed assessed value in upper half of double spacing Respondent, please place company rendered amounts in bottom half.						
Cottage Grove Twp.					53,436 273,874	273,874	53,436
Elm "	125 125				83,676 428,223	428,348	83,676
Elsmore "	940 940			5,678 29,099	297,373 1,493,366	1,523,405	297,991
Humboldt "	500 500			299 1,533	269,382 1,380,653	1,382,686	270,181
Iola "	65 65				112,061 574,345	574,410	112,126
Logan "					95,397 488,935	488,935	95,397
Marmaton "					121,024 620,279	620,279	121,024
Osage "					28,504 146,091	146,091	28,504
Salem "					75,905 389,034	389,034	75,905
Humboldt NO LIB City	21,025 21,025	10,265 10,265	22,582 115,741		150,173 769,677	916,708	204,045
Iola NO LIB "					20,852 106,870	106,870	20,852
Mildred "					6,395 32,774	32,774	6,395
Moran NO LIB "		1,200 1,200			5,084 26,056	27,256	6,284
Savonburg NO LIB "					1,695 8,686	8,686	1,695
<b>Total</b>	22,655 22,655	11,465 11,465	22,582 115,741	5,977 30,632	1,314,832 6,738,863	6,919,356	1,377,511

SCHEDULE NO. 10

EXAMPLE COMPANY  
(Name of Company)

Electric Utility  
(Type of Company)

Year \_\_\_\_\_

PV-U-10

EXHIBIT 3

Sheet No. 1 of 3

(Rev. 1-79)

Distributed values to taxing districts within Allen  
(County)

Name of City, Township, School and Other Taxing Districts (Only One County Per Sheet)	Real Estate Land and Buildings	Vehicles Power Operated and Work Equipment	Materials and Supplies	Construction Work in Progress	All Other Property at Original Cost and Average Original Cost	TOTAL Columns 2, 3, 4, 5, and 6	Total Distributed Assessed Value (Official Use Only)
1	2	3	4	5	6	7	8
	State will place distributed assessed value in upper half of double spacing Respondent, please place company rendered amounts in bottom half.						
S.D. U-256	940 940	1,200 1,200		5,678 29,099	198,795 2,556,456	2,587,695	506,613
U-257	190 190				171,394 878,440	878,630	171,584
U-258	21,525 21,525	10,265 10,265	22,582 115,741	299 1,533	633,160 3,246,651	3,395,715	688,131
U-413					11,183 57,316	57,316	11,183
<b>Total</b>	22,655 22,655	11,465 11,465	22,582 115,741	5,977 30,632	1,314,832 6,738,863	6,919,356	1,377,511
Allen County Comm. J.C.	22,655 22,655	11,465 11,465	22,582 115,741	5,977 30,632	1,314,832 6,738,863	6,919,356	1,377,511
S.D. #16 Bond	21,525 21,525	10,265 10,265	22,582 115,741	299 1,533	354,953 1,819,227	1,968,291	409,624
#52—"					4,021	4,021	
LaHarpe-Elm Cem.	125 125				83,551 428,223	428,348	83,676
Leanna "					24,039 123,207	123,207	24,039
Cemetery #17					30,372 104,413	104,413	30,372
<i>Total Cem.</i>	125 125				127,962 655,943	128,087 655,968	
Fire Dist. #2					77,395 396,671	396,671	77,395
" " #3	940 940			5,678 29,099	300,242 1,538,821	1,568,860	306,860

SCHEDULE NO. 10

EXAMPLE COMPANY Electric Utility Year \_\_\_\_\_  
 (Name of Company) (Type of Company)

PV-U-10

(Rev. 1-79)

Distributed values to taxing districts within Allen (County)

EXHIBIT 4

Sheet No. 2 of 3



Name of City, Township, School and Other Taxing Districts (Only One County Per Sheet)	Real Estate Land and Buildings	Vehicles Power Operated and Work Equipment	Materials and Supplies	Construction Work in Progress	All Other Property at Original Cost and Average Original Cost	TOTAL Columns 2, 3, 4, 5, and 6	Total Distributed Assessed Value (Official Use Only)
1	2	3	4	5	6	7	8
State will place distributed assessed value in upper half of double spacing Respondent, please place company rendered amounts in bottom half.							
Fire Dist. #4 <i>Total Fire Dist</i>	940 <u>940</u>			5678 <u>29077</u>	120,472 109,617,453 <u>2,552,945</u>	504,127 617,453 <u>2,582,984</u>	120,472
Southeast Ks. Reg. Library	1,630 <u>1,630</u>			5,977 <u>30,632</u>	1,137,028 <u>5,827,574</u>	5,859,836	1,144,635

SCHEDULE NO. 10

PV-U-10 EXAMPLE COMPANY Electric Utility Year \_\_\_\_\_  
 (Name of Company) (Type of Company)  
 Distributed values to taxing districts within Allen EXHIBIT 5  
 (County) Sheet No. 3 of 3  
 (Rev. 1-79)

Name of City, Township, School and Other Taxing Districts (Only One County Per Sheet)	Real Estate Land and Buildings	Vehicles Power Operated and Work Equipment	Materials and Supplies	Construction Work in Progress	All Other Property at Original Cost and Average Original Cost	TOTAL Columns 2, 3, 4, 5, and 6	Total Distributed Assessed Value (Official Use Only)
1	2	3	4	5	6	7	8
			State will place distributed assessed value in upper half of double spacing Respondent, please place company rendered amounts in bottom half.				
Allen	22,655	11,465	22,582	5,977	1,314,832	6,919,356	1,377,511
Anderson	60	1,805			589,757	3,024,529	591,622
Bourbon	74,055	33,585	31,163	2,066	1,756,097	9,278,415	1,896,966
Butler	127,835	46,645	49,792	160,291	7,539,365	39,892,464	7,923,928
Chase					234,581	1,202,292	234,581
Chautauqua		480			93,728	478,400	93,728
Cherokee					199,995	1,025,028	199,995
Coffey	132,205	1,857,740	1,646	55,295,980	930,012	290,171,555	58,217,583
Cowley	104,510	26,695	37,480		2,582,725	13,560,454	2,751,410
Crawford	112,445	47,970	43,041	56,971	3,620,171	19,227,343	3,880,598
Elk	440	2,055			825,630	4,234,071	828,125
Greenwood	75			130,183	746,978	4,495,756	877,236
Harvey	124,140	43,675	31,396		3,228,002	16,873,099	3,427,213
Kingman	235				248,530	1,274,013	248,765
Labette	393,740	4,110	359,965	8,461	4,913,640	27,469,848	5,679,916
Linn	190,400		2,661,153	786,909	73,289,468	238,707,631	46,727,930
Lyon					80,436	412,256	80,436
Marion		750			209,260	1,073,265	210,010

SCHEDULE NO. 10

EXAMPLE COMPANY  
(Name of Company)

Electric Utility  
(Type of Company)

Year \_\_\_\_\_

PV-U-10

Sheet No. 1 of 2

(Rev. 1-79)

Distributed values to taxing districts within All County  
(County)

EXHIBIT 6

Name of City, Township, School and Other Taxing Districts (Only One County Per Sheet)	Real Estate Land and Buildings	Vehicles Power Operated and Work Equipment	Materials and Supplies	Construction Work in Progress	All Other Property at Original Cost and Average Original Cost	TOTAL Columns 2, 3, 4, 5, and 6	Total Distributed Assessed Value (Official Use Only)
1	2	3	4	5	6	7	8
			State will place distributed assessed value in upper half of double spacing Respondent, please place company rendered amounts in bottom half.				
McPherson					64,852 332,386	332,386	64,852
Miami	22,640				10,022 205,116	227,756	62,662
Montgomery	62,060	45,545	29,124	45,559	3,122,803 16,005,196	16,495,571	3,305,091
Neosho	3,855				782,551 4,010,784	4,014,639	786,406
Osage					25,578 131,088	131,088	25,578
Pottawatomie	1,634,639	370	1,522,513	10,813,277	10,819,166 55,451,107	120,310,322	24,789,965
Reno	100	2,255			354,726 1,818,065	1,820,420	357,081
Sedgwick	2,294,855	279,675	2,661,893	2,520,045	43,314,032 221,995,944	239,505,181	48,802,500
Sumner	1,350	750			1,168,356 5,988,138	5,990,238	1,170,456
Wabaunsee					6,085 31,184	31,184	6,085
Wilson	2,270	750			1,153,810 5,913,736	5,916,756	1,156,860
Woodson	1,715	6,680		18,928	631,838 3,238,338	3,343,743	659,161
<b>Total</b>	<b>5,306,279</b>	<b>2,413,000</b>	<b>7,451,748</b>	<b>67,276,647</b>	<b>133,986,576</b> <b>686,716,863</b>	<b>1,077,439,059</b>	<b>316,434,250</b>
	7,719,279			208,714,971	.19511182		
	7,719,279			1,069,719,780			

SCHEDULE NO. 10

EXAMPLE COMPANY Electric Utility Year \_\_\_\_\_  
 (Name of Company) (Type of Company)

PV-U-10 Distributed values to taxing districts within All County EXHIBIT 7  
 (Rev. 1-79) (County) Sheet No. 2 of 2

KANSAS DEPARTMENT OF REVENUE  
 DIVISION OF PROPERTY VALUATION, 526-SOUTH, STATE OFFICE BUILDING, TOPEKA, KANSAS 66625

TAXING DISTRICT	ASSESSED VALUATION
<b>TOWNSHIPS</b>	
1. Cottage Grove	\$ 53,436
2. Elm	83,676
3. Elsmore	297,991
4. Humboldt	270,181
5. Iola	112,126
6. Logan	95,397
7. Marmaton	121,024
8. Osage	28,504
9. Salem	75,905
10. Humboldt City	204,045
11. Iola City	20,852
12. Mildred City	6,395
13. Moran City	6,284
14. Savonburg City	1,695
15. Total	\$1,377,511
16.	
17. USD #256	\$ 506,613
18. USD #257	171,584
19. USD #258	688,131
20. USD #413	11,183
21. Total	\$1,377,511
22.	
23. Allen County Comm. J.C.	\$1,377,511
24.	
25. S.D. #16 Bond	\$ 409,624
26.	
27. LaHarpe-Elm Cemetery	\$ 83,676
28. Leanna Cemetery	24,039
29. Cemetery #17	20,372
30.	
31. Fire Dist. #2	\$ 77,395
32. Fire Dist. #3	306,860
33. Fire Dist. #4	120,472
34.	
35. SEK Library Regional	\$1,144,635
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STATE ASSESSED PUBLIC SERVICE COMPANY  
 DISTRIBUTED ASSESSED VALUATION  
 BY TAXING DISTRICT

Year



*Kansas*  
DEPARTMENT OF REVENUE

DIVISION OF PROPERTY VALUATION

State Office Building  
TOPEKA, KANSAS 66625

May 9,

Notice of value indicators, correlated value,  
Allocation Factor, and Assessed Value in Kansas for:

EXAMPLE COMPANY

(Company)

From the information made available to the Division of Property Valuation, the following indicators of value have been developed:

I.	<u>1979</u>	<u>COST APPROACH</u>		<u>1980</u>
	\$ <u>944,148,211</u>	Book Original Cost		\$ <u>1,129,754,096</u>
	\$ <u>783,475,306</u>	Book O. C. Less Depreciation		\$ <u>951,641,173</u>
	\$ <u>1,040,772,568</u>	Trended Cost Less Depr.		\$ <u>1,036,403,977</u>
II.		<u>MARKET APPROACH</u>		
	\$ <u>677,583,636</u>	Stock & Debt		\$ <u>758,370,657</u>
III.		<u>INCOME APPROACH</u>		
	\$ <u>71,618,406</u> Inc. (Adj.) B.R.	÷ <u>.13</u> Rate	\$ <u>550,910,815</u>	\$ <u>81,653,905</u> Inc. (Adj.) B.R.
	\$ <u>49,694,406</u> Inc. (Adj.) A.R.	÷ <u>.095</u> Rate	\$ <u>523,099,011</u>	÷ <u>.1375</u> Rate
				\$ <u>593,846,582</u>
				÷ <u>.0975</u> Rate
				\$ <u>595,168,615</u>

From the value indicators shown above and the consideration of all other information made available to this division, the following value correlation has been made, allocated to Kansas, and assessed at 30% thereof:

IV.	<u>ALLOCATION FACTOR</u>			
	<u>99.42 %</u>	1,124,245,310 Kansas Investment (State Assessed)	÷	1,129,754,096 System Investment
				<u>99.51 %</u>
V.	<u>CORRELATION</u>			
	\$ <u>700,000,000</u>	Correlated Unit Value		\$ <u>725,000,000</u>
	x <u>99.42 %</u>	Kansas Allocation Factor		x <u>99.51 %</u>
	\$ <u>695,940,000</u>	Unit Value Allocated to Kansas		\$ <u>721,447,500</u>
	<u>.30</u>	Kansas 30% Assessment Factor		<u>.30</u>
	\$ <u>208,782,000</u>	Kansas Assessed Value		\$ <u>216,434,250</u>

If you desire a hearing for the purpose of providing documented evidence as to an opinion of unit value for this property.

1. Request same by letter within 10 days from the date of this notice.
2. Submit, as an enclosure to the letter of request for a hearing, a documented opinion of the unit value showing the development of value indicators through generally accepted appraisal procedures.
3. You will be notified by letter as to the dates for hearings.

If the request for a hearing is for reasons other than to discuss the unit value for the 1980 assessment year as determined by the director, a date will be set for such hearings after June 15.

*Philip W. Martin*  
L.C.

Director

EXHIBIT 9

HOUSE BILL No. 2806

By Representative Buntin

1-30

0015 AN ACT supplementing the Kansas retailers' sales tax act; pro-  
0016 viding for refunds of sales tax paid on certain machinery and  
0017 equipment.

0018 Be it enacted by the Legislature of the State of Kansas:

0019 Section 1. (a) The retailers' sales tax paid pursuant to article  
0020 36 of chapter 79 of the Kansas Statutes Annotated on the sale of  
0021 machinery and equipment purchased and used directly for the  
0022 purposes of (1) manufacturing, fabricating, assembling, process-  
0023 ing or finishing articles of commerce in this state by a manufac-  
0024 turing or processing plant or facility and (2) establishing or  
0025 expanding such plant or facility shall be refunded as provided in  
0026 this section.

0027 (b) No refund shall be allowed under this section unless  
0028 \$500,000 or more has been expended for the purchase of such  
0029 machinery and equipment in any one calendar year and, due to  
0030 such purchase, at least one new employee position is established  
0031 for each \$50,000 of expenditure. No credit for any new employee  
0032 position shall be given unless such position is established after  
0033 the date of purchase of the machinery and equipment and is in  
0034 addition to the number of positions existing on such date. No  
0035 such refund shall be allowed in any one calendar year in excess

0036 of \$15,000. (c) Each claim for refund of sales tax paid shall be  
0037 verified and submitted to the director of taxation upon forms  
0038 furnished by the director and shall be accompanied by any  
0039 additional documentation required by the director. No such  
0040 claim for refund shall be submitted until six months subsequent  
0041 to the hiring of one or more new employees required pursuant to  
0042 subsection (b). The director shall review each claim and shall  
0043 refund within 60 days after receipt of such claim that amount of

the Kansas retailers' sales tax act

physically or for the purpose of increasing the  
production capacity thereof

\$50,000

two

positions are

full-time production

claimed as a basis for refund

and maintained

full-time production

Employees hired seasonally shall not be deemed to  
be full-time production employees.

for which a refund claim has been submitted pursuant  
to K.S.A. 1983 Supp. 79-3641, and amendments thereto

one year

full-time production

two

90

EXHIBIT VIII

2/21/84

Ex. VIII 2/21/84

0044 sales tax paid as determined under the provisions of this section.

0045 All refunds shall be paid from the sales tax refund fund upon

0046 warrants of the director of accounts and reports pursuant to

0047 vouchers approved by the director.

0048 Sec. 2. This act shall take effect and be in force from and

0049 after its publication in the statute book.