

Approved

*Keith Roe*  
Date 3/13/90

MINUTES OF THE House COMMITTEE ON Taxation

The meeting was called to order by Representative Keith Roe at  
Chairperson

9:00 a.m. ~~pm~~ on March 12, 1990 in room 519-S of the Capitol.

All members were present except:  
Representative Grotewiel, absent

Committee staff present:  
Tom Severn, Research Department  
Chris Courtwright, Research Department  
Don Hayward, Revisor's Office  
Lenore Olson, Committee Secretary

Conferees appearing before the committee:  
James Braden, Speaker of the House  
Ben Barrett, Associate Director, KLRD  
Craig Grant, Kansas-National Education Association  
Mary Ellen Conlee, Kansas Association for Small Business  
Dee Likes, Kansas Livestock Association  
Bob Corkins, Kansas Chamber of Commerce & Industry  
Paul Fleener, Kansas Farm Bureau  
Alan Alderson, Western Retail Implement & Hardware Association and the  
Kansas Lumber Dealers Association  
Chuck Stuart, United School Administrators of Kansas  
Mary Ella Simon, League of Women Voters  
Karen France, Kansas Association of Realtors  
Doc Taylor, Kansans for Fair Taxation

Ben Barrett, Associate Director, KLRD, reviewed a Memorandum dated March 7, 1990, showing the estimated effect on each unified school district if the state increased the sales tax by one cent effective December 1, 1990. (Attachment 1)

Speaker James Braden testified in support of HCR 5055, stating that it is a proposal that the taxpayers can easily understand, and they are going to know when they vote yes on this, they are voting to roll back their property taxes, but are also voting to increase their sales tax.

Craig Grant, KNEA, testified in support of HCR 5055, stating that they believe this measure begins to take major steps in the right direction. (Attachment 2)

Mary Ellen Conlee, Kansas Association for Small Business, testified in support of HCR 5055, stating that they support a 1 cent statewide increase in the sales tax for direct property tax relief for school districts. (Attachment 3)

Dee Likes, Kansas Livestock Association, testified in support of HCR 5055, stating that they believe this measure is the best approach that has been proposed so far, and they believe that the tax roll back for schools would be of great benefit. (Attachment 4)

Bob Corkins, KCCI, testified in support of HCR 5055, stating that its trade-off between sales and property taxes is the most workable and even-handed response to the adverse effects of reappraisal and classification. (Attachment 5)

CONTINUATION SHEET

MINUTES OF THE House COMMITTEE ON Taxation

room 519-S, Statehouse, at 9:00 a.m./~~pm~~ on March 12, 1990

Paul Fleener, Kansas Farm Bureau, testified in support of HCR 5055, stating that they continue to believe that there should be minimal reliance on the property tax for support of our elementary and secondary schools. (Attachment 6)

Alan Alderson, Topeka attorney, testified in support of HCR 5055, stating they they believe the replacement of the property tax to some feasible degree with a general statewide sales tax is the most equitable approach to the problem. (Attachment 7)

Chuck Stuart, United School Administrators of Kansas, testified in support of HCR 5055, but stated that they have some concerns with certain provisions of this resolution. (Attachment 8)

Mary Ellen Simon, League of Women Voters, testified in opposition to HCR 5055, stating that they do not believe it meets the standard of equity, adequacy, ease of administration, and consistency with state economic goals as standards for a state tax system. (Attachment 9)

Karen France, Kansas Association of Realtors, testified that they do not support or oppose the concepts which HCR 5055 proposes but believe that any attempt to reduce reliance on property taxes for the funding of schools should be backed up by a constitutional amendment which places permanent caps on property taxes. (Attachment 10)

Doc Taylor, Kansans for Fair Taxation, testified in support of HCR 5055, stating that they feel this bill is a step in the right direction.

Chairman Roe concluded the hearing on HCR 5055.

The minutes of March 7, 1990, were approved.

The meeting adjourned at 10:25 a.m.

HOUSE COMMITTEE ON TAXATION

DATE 3/12/90

NAME ADDRESS REPRESENTING

Bill Curtis	Topeka	Ks. Assoc. of School Bldg.
K. Bahr	Topeka	4th Elementary USD's
Fred Hunt	Lawrence	Close Up Kansas
Don's [unclear]	[unclear]	"
[unclear]	[unclear]	Close Up Kansas
Dale Daigton	Bushton	Close Up Kansas
Peggy Strouse	Bushton	Close Up Kansas
Bruce [unclear]	Bushton	Close Up Kansas
John Wilkerson	Bushton	Close Up Kansas
Bruce Korman	Salina	"
Katie Cook	Salina	"
[unclear]	Dallas SD 6050	Close Up KS
Harriet Lange	Topeka	KAB
Mike Gorman	Wichita	The Boon Company
[unclear]	El Dorado	Close Up KS
SUSAN NORRIS	EL DORADO	CLOSE UP KANSAS
JOHN TORBER	Topeka	KAC
[unclear]	Topeka	[unclear]
Chuck Stuart	Topeka	United School Adm of IS
[unclear]	Lawrence	47th Ave
[unclear]	[unclear]	[unclear]
[unclear]	[unclear]	[unclear]
[unclear]	Salina	[unclear]
[unclear]	Salina	Close-Up Ks.



# Kansas State Department of Education

Kansas State Education Building

120 East 10th Street Topeka, Kansas 66612-1103



March 7, 1990

TO: Representative James Braden

FROM: Dale M. Dennis, Asst. Commissioner  
Division of Financial Services and Operations

SUBJECT: Property Tax Reduction Program  
Sales Tax Effective Date--December 1, 1990

Attached is a computer printout (L9026) which shows the estimated effect on each unified school district if the state increased the sales tax by one cent effective December 1, 1990. The revenue from the sales tax increase would be deposited in the school districts' general fund for the purpose of reducing property tax.

The printout is based upon the assumption that all school districts would participate in the program and the general fund property tax rate would be lowered by 28.5 percent during the 1990-91 school year.

## COLUMN EXPLANATION

- Column 1 - 1989-90 General fund tax rate
- 2 - 1990 Estimated general fund tax rate under current law (Governor's money)
- 3 - 1989 Assessed valuation
- 4 - 1990 Estimated general fund tax levy (dollars)
- 5 - Estimated property tax reduction for 1991 budget year
- 6 - Millage equivalency of Column 5
- 7 - 1990 Estimated revised general fund tax rate

		(1)	(2)	(3)	(4)	(5)	(6)	(7)
		L9004						
COUNTY NAME	#	1989 GEN FUND TAX RATE	EST.1990 GEN FUND TAX RATE	1989 ASSESSED VALUATION	EST 1990 GEN FUND TAX LEVY (2 * 3)	SALES/PROP TAX REDUCTION (.285 * 4)	MILL EQUIV. (5 / 3)	REV.1990 GEN-FUND TAX-RATE (2 - 6)
DISTRICT NAME	#							
*****								
ALLEN	001							
HARMATON VALLEY	D0256	45.01	45.66	11,683,765	533,481	152,042	13.01	32.65
IOLA	D0257	59.43	57.23	29,025,086	1,661,106	473,415	16.31	40.92
HUMBOLDT	D0258	31.49	31.56	16,269,377	513,462	146,337	8.99	22.57
ANDERSON	002							
GARNETT	D0365	48.44	48.21	31,439,050	1,515,677	431,968	13.74	34.47
CREST	D0479	45.59	42.62	8,319,915	354,595	101,060	12.15	30.47
ATCHISON	003							
ATCHISON CO COM	D0377	62.97	60.42	21,146,926	1,277,697	364,144	17.22	43.20
ATCHISON PUBLIC	D0409	66.29	65.82	33,905,597	2,231,666	636,025	18.76	47.06
BARBER	004							
BARBER COUNTY N	D0254	38.71	38.45	37,701,045	1,449,605	413,137	10.96	27.49
SOUTH BARBER	D0255	45.50	47.77	22,137,694	1,057,518	301,393	13.61	34.16
BARTON	005							
CLAFLIN	D0354	47.30	48.15	14,476,300	697,034	198,655	13.72	34.43
ELLINWOOD PUBLI	D0355	43.31	41.76	20,236,079	845,059	240,842	11.90	29.86
GREAT BEND	D0428	48.10	50.38	98,059,702	4,940,248	1,407,971	14.36	36.02
HOISINGTON	D0431	43.61	42.85	24,563,341	1,052,539	299,974	12.21	30.64
BOURBON	006							
FT SCOTT	D0234	56.28	62.60	41,271,514	2,583,597	736,325	17.84	44.76
UNIONTOWN	D0235	35.16	35.36	10,610,651	375,193	106,930	10.08	25.28
BROWN	007							
HIAMATHA	D0415	52.31	53.21	34,463,834	1,833,821	522,639	15.16	38.05
BROWN COUNTY	D0430	47.52	48.94	14,547,843	711,971	202,912	13.95	34.99
BUTLER	008							
LEON	D0205	40.64	42.66	18,556,976	791,641	225,618	12.16	30.50
REXINGTON-WHITE	D0206	55.25	55.88	19,235,745	1,074,893	306,345	15.93	39.95
CIRCLE	D0375	39.55	38.78	49,096,936	1,903,979	542,634	11.05	27.73
ANDOVER	D0385	57.05	60.84	40,729,160	2,477,962	706,219	17.34	43.50
ROSE HILL PUBLI	D0394	64.08	73.66	19,222,818	1,415,953	403,547	20.99	52.67
DOUGLASS PUBLIC	D0396	40.28	43.94	10,841,677	476,383	135,769	12.52	31.42
AUGUSTA	D0402	88.16	74.46	33,999,537	2,531,606	721,508	21.22	53.24
EL DORADO	D0490	58.83	69.07	56,990,928	3,936,363	1,121,863	19.68	49.39
FLINTHILLS	D0492	58.31	61.41	11,512,245	706,967	201,486	17.50	43.91
CHASE	009							
CHASE COUNTY	D0284	43.42	43.15	22,781,241	983,011	280,158	12.30	30.85

		(1)	(2)	(3)	(4)	(5)	(6)	(7)
		1989	L9004	1989	EST 1990	SALES/PROP		REV. 1990
COUNTY NAME	#	GEN FUND	EST. 1990	ASSESSED	GEN FUND	TAX	MILL	GEN-FUND
DISTRICT NAME	#	TAX RATE	TAX RATE	VALUATION	TAX LEVY	REDUCTION	EQUIV.	TAX-RATE
					(2 * 3)	(.285 * 4)	(5 / 3)	(2 - 6)
*****								
CHAUTAQUA 010								
CEDAR VALE	D0285	34.45	33.41	7,695,721	257,114	73,277	9.52	23.89
CHAUTAQUA COUN	D0286	21.87	18.41	12,794,003	235,538	67,128	5.25	13.16
CHEROKEE 011								
RIVERTON	D0404	32.44	33.95	15,113,849	513,115	146,238	9.68	24.27
COLUMBUS	D0493	56.03	54.94	32,025,429	1,759,477	501,451	15.66	39.28
GALENA	D0499	45.74	41.83	5,904,935	247,003	70,396	11.92	29.91
BAXTER SPRINGS	D0508	38.89	37.37	12,519,133	467,840	133,334	10.65	26.72
CHEYENNE 012								
CHEYLIN	D0103	54.45	56.47	19,276,349	1,088,535	310,232	16.09	40.38
ST FRANCIS COMM	D0297	43.03	43.82	18,363,113	804,672	229,332	12.49	31.33
CLARK 013								
HINNEDLA	D0219	45.31	48.65	13,389,174	651,383	185,644	13.87	34.78
ASHLAND	D0220	42.25	42.39	28,404,123	1,204,051	343,155	12.08	30.31
CLAY 014								
CLAY CENTER	D0379	49.03	45.47	35,365,480	1,608,068	458,299	12.96	32.51
CLOUD 015								
CONCORDIA	D0333	61.07	58.95	30,254,853	1,783,524	508,304	16.80	42.15
SOUTHERN CLOUD	D0334	38.75	48.35	10,729,655	518,779	147,852	13.78	34.57
COFFEY 016								
LEBO-WAVERLY	D0243	46.60	46.75	12,735,319	595,376	169,682	13.32	33.43
BURLINGTON	D0244	7.63	8.19	499,259,836	4,088,938	1,165,347	2.33	5.86
LERDY-GRIDLEY	D0245	42.43	42.88	13,349,442	572,424	163,141	12.22	30.66
COMANCHE 017								
COMANCHE COUNT	D0300	46.40	46.11	29,495,304	1,360,028	387,608	13.14	32.97
COMLEY 018								
CENTRAL	D0462	43.51	43.98	10,856,399	477,464	136,077	12.53	31.45
UDALL	D0463	61.36	65.28	7,682,768	501,531	142,936	18.60	46.68
WINFIELD	D0465	62.68	69.51	51,956,777	3,611,516	1,029,282	19.81	49.70
ARKANSAS CITY	D0470	60.58	67.51	58,364,305	3,940,174	1,122,950	19.24	48.27
DEXTER	D0471	41.56	43.14	5,604,566	241,781	68,908	12.29	30.85
CRAWFORD 019								
NORTHEAST	D0246	39.63	35.67	9,456,192	337,302	96,131	10.17	25.50
CHEROKEE	D0247	53.47	53.45	16,470,670	880,357	250,902	15.23	38.22
GIRARD	D0248	36.30	35.50	20,770,557	737,355	210,146	10.12	25.38
FRONTENAC PUBLI	D0249	40.18	39.63	8,752,068	346,844	98,851	11.29	28.34
PITTSBURG	D0250	53.90	58.73	56,005,219	3,289,187	937,418	16.74	41.99

		(1)	(2)	(3)	(4)	(5)	(6)	(7)
		L9004						
COUNTY NAME	#	1989	EST.1990	1989	EST 1990	SALES/PROP		REV.1990
DISTRICT NAME	#	GEN FUND	GEN FUND	ASSESSED	GEN FUND	TAX	MILL	GEN-FUND
		TAX RATE	TAX RATE	VALUATION	TAX LEVY	REDUCTION	EQUIV.	TAX-RATE
					(2 * 3)	(.285 * 4)	(5 / 3)	(2 - 6)
*****								
<b>DECATUR 020</b>								
OBERLIN	D0294	46.51	46.73	23,954,571	1,119,397	319,028	13.32	33.41
PRAIRIE HEIGHTS	D0295	61.35	58.45	5,796,244	338,790	96,555	16.66	41.79
<b>DICKINSON 021</b>								
SOLOMON	D0393	52.99	50.95	11,026,322	561,791	160,110	14.52	36.43
ABILENE	D0435	58.94	57.73	32,151,132	1,856,085	528,984	16.45	41.28
CHAPMAN	D0473	50.40	48.31	36,574,953	1,766,936	503,577	13.77	34.54
RURAL VISTA	D0481	53.42	53.18	13,217,816	702,923	200,333	15.16	38.02
HERINGTON	D0487	53.08	53.04	11,721,072	621,686	177,181	15.12	37.92
<b>DONIPHAN 022</b>								
MATHENA	D0406	35.11	37.74	7,081,307	267,249	76,166	10.76	26.98
HIGHLAND	D0425	47.98	46.83	6,839,805	320,308	91,288	13.35	33.48
TROY PUBLIC SCH	D0429	31.96	31.34	6,059,455	189,903	54,122	8.93	22.41
MIDWAY SCHOOLS	D0433	54.19	58.78	7,835,002	460,541	131,254	16.75	42.03
ELWOOD	D0486	41.95	44.12	7,376,465	325,450	92,753	12.57	31.55
<b>DOUGLAS 023</b>								
BALDWIN CITY	D0348	57.03	61.27	20,572,644	1,260,486	359,239	17.46	43.81
EUDORA	D0491	58.22	59.63	11,883,433	708,609	201,954	16.99	42.64
LAWRENCE	D0497	60.09	72.20	284,651,286	20,551,823	5,857,270	20.58	51.62
<b>EDWARDS 024</b>								
KINSLEY-OFFERLE	D0347	62.85	64.90	17,503,628	1,135,985	323,756	18.50	46.40
LEWIS	D0502	40.23	41.13	15,485,951	636,937	181,527	11.72	29.41
<b>ELK 025</b>								
WEST ELK	D0282	31.95	31.51	14,996,986	472,555	134,678	8.98	22.53
ELK VALLEY	D0283	50.80	46.79	4,868,045	227,776	64,916	13.34	33.45
<b>ELLIS 026</b>								
ELLIS	D0388	42.38	41.49	15,807,608	655,858	186,920	11.82	29.67
VICTORIA	D0432	29.57	30.08	13,382,456	402,544	114,725	8.57	21.51
HAYS	D0489	53.14	57.27	104,452,070	5,981,970	1,704,861	16.32	40.95
<b>ELLSWORTH 027</b>								
ELLSWORTH	D0327	64.06	65.47	19,536,765	1,279,072	364,536	18.66	46.81
LORRAINE	D0328	66.38	67.63	34,228,864	2,314,898	659,746	19.27	48.36
<b>FINNEY 028</b>								
HOLCOMB	D0363	30.72	33.96	103,948,578	3,530,094	1,006,077	9.68	24.28
GARDEN CITY	D0457	50.10	54.16	164,337,697	8,900,530	2,536,651	15.44	38.72
<b>FORD 029</b>								
SPEARVILLE-WIND	D0381	44.10	43.75	8,465,456	370,364	105,554	12.47	31.28
DODGE CITY	D0443	51.51	56.10	121,379,762	6,809,405	1,940,680	15.99	40.11
BUCKLIN	D0459	33.80	34.79	12,871,251	447,791	127,620	9.92	24.87



		(1)	(2)	(3)	(4)	(5)	(6)	(7)
		1989	L9004	1989	EST 1990	SALES/PROP		REV. 1990
COUNTY NAME	#	GEN FUND	EST. 1990	ASSESSED	GEN FUND	TAX	MILL	GEN-FUND
DISTRICT NAME	#	TAX RATE	TAX RATE	VALUATION	TAX LEVY	REDUCTION	EBQUIV.	TAX-RATE
					(2 * 3)	(.285 * 4)	(5 / 3)	(2 - 6)
*****								
FRANKLIN	030							
WEST FRANKLIN	D0287	47.69	46.89	16,320,141	765,251	218,097	13.36	33.53
CENTRAL HEIGHTS	D0288	32.34	34.83	10,365,063	361,015	102,889	9.93	24.90
WELLBVILLE	D0289	57.34	59.61	14,218,873	847,587	241,562	16.99	42.62
OTTAWA	D0290	56.41	61.44	41,275,594	2,535,972	722,752	17.51	43.93
GEARY	031							
JUNCTION CITY	D0475	45.54	48.17	81,458,452	3,923,854	1,118,298	13.73	34.44
GOVE	032							
GRINNELL PUBLIC	D0291	66.07	67.38	8,707,031	586,680	167,204	19.20	48.18
GRAINFIELD	D0292	61.25	62.57	10,762,623	673,417	191,924	17.83	44.74
QUINTER PUBLIC	D0293	45.98	46.47	13,229,163	614,759	175,206	13.24	33.23
GRAHAM	033							
WEST GRAHAM-MOR	D0280	54.58	54.85	8,386,530	460,001	131,100	15.63	39.22
HILL CITY	D0281	47.78	47.11	22,398,051	1,055,172	300,724	13.43	33.68
GRANT	034							
ULYSSES	D0214	28.30	29.83	184,860,836	5,514,399	1,571,604	8.50	21.33
GRAY	035							
CIMARRON-ENSIGN	D0102	45.27	44.80	22,590,028	1,012,033	288,429	12.77	32.03
MONTEZUMA	D0371	61.01	62.46	11,220,664	700,843	199,740	17.80	44.66
COPELAND	D0476	85.59	85.94	11,509,777	989,150	281,908	24.49	61.45
INGALLS	D0477	42.08	41.94	12,313,990	516,449	147,188	11.95	29.99
GREELEY	036							
GREELEY COUNTY	D0200	48.75	50.93	25,590,224	1,303,310	371,443	14.52	36.41
GREENWOOD	037							
MADISON-VIRGIL	D0386	41.17	43.56	9,931,146	432,601	123,291	12.41	31.15
EUREKA	D0389	53.01	50.32	21,872,664	1,100,632	313,680	14.34	35.98
HAMILTON	D0390	45.68	42.91	6,957,857	298,562	85,090	12.23	30.68
HAMILTON	038							
SYRACUSE	D0494	41.28	43.12	39,430,962	1,700,263	484,575	12.29	30.83
HARPER	039							
ANTHONY-HARPER	D0361	51.66	49.65	40,583,859	2,014,989	574,272	14.15	35.50
ATTICA	D0511	48.17	48.34	11,602,065	560,844	159,841	13.78	34.56
HARVEY	040							
BURTON	D0369	47.42	48.16	9,734,062	468,792	133,606	13.73	34.43
NEWTON	D0373	66.85	73.76	64,704,000	4,772,567	1,360,182	21.02	52.74
SEDGWICK PUBLIC	D0439	48.73	54.94	6,885,331	378,280	107,810	15.66	39.28
HALSTEAD	D0440	56.13	56.99	20,304,169	1,157,135	329,783	16.24	40.75
HEBBDON	D0460	50.42	54.09	21,430,907	1,159,198	330,371	15.42	38.67

		(1)	(2)	(3)	(4)	(5)	(6)	(7)
		L9004						
COUNTY NAME	#	1989 GEN FUND TAX RATE	EST.1990 GEN FUND TAX RATE	1989 ASSESSED VALUATION	EST 1990 GEN FUND TAX LEVY (2 * 3)	SALES/PROP TAX REDUCTION (.285 * 4)	MILL EQUIV. (5 / 3)	REV.1990 GEN-FUND TAX-RATE (2 - 6)
DISTRICT NAME	#							
*****								
HASKELL 041								
SUBLETTE	D0374	34.84	36.44	48,974,342	1,784,625	908,618	10.39	26.05
SATANTA	D0507	22.94	23.40	86,099,742	2,014,734	574,199	6.67	16.73
HODGEMAN 042								
JETHORE	D0227	52.13	54.88	15,046,304	823,741	235,336	15.64	39.24
HANSTON	D0228	49.08	48.03	9,473,361	435,006	129,677	13.69	34.34
JACKSON 043								
NORTH JACKSON	D0335	38.18	36.39	8,795,169	320,056	91,216	10.37	26.02
HOLTON	D0336	50.20	56.99	16,909,348	963,664	274,644	16.24	40.75
HAYETTA	D0337	35.94	43.23	10,742,291	464,389	132,351	12.32	30.91
JEFFERSON 044								
VALLEY FALLS	D0338	38.13	39.06	7,474,671	291,961	83,209	11.13	27.93
JEFFERSON COUNT	D0339	43.10	46.00	8,860,584	407,587	116,162	13.11	32.89
JEFFERSON WEST	D0340	49.07	50.91	12,817,303	652,529	185,971	14.51	36.40
OSKALOOSA PUBLI	D0341	60.94	62.58	10,662,615	667,266	190,171	17.84	44.74
MCLOUTH	D0342	37.79	38.26	11,047,224	422,667	120,460	10.90	27.36
PERRY PUBLIC SC	D0343	54.24	56.78	19,237,604	1,092,311	311,309	16.18	40.60
JEWELL 045								
WHITE ROCK	D0104	60.85	60.66	11,431,503	693,435	197,629	17.29	43.37
HANKATO	D0278	60.97	62.27	7,728,208	481,236	137,152	17.75	44.52
JEWELL	D0279	58.62	60.96	8,826,774	538,080	153,353	17.37	43.99
JOHNSON 046								
SOUTHEAST JOHNS	D0229	54.26	71.09	486,277,804	34,569,489	9,852,304	20.26	50.83
SPRING HILL	D0230	74.09	78.91	22,636,596	1,786,254	509,082	22.49	56.42
GARDNER-EDGERTO	D0231	67.54	72.19	61,530,560	4,441,891	1,265,939	20.57	51.62
DEBOTO	D0232	52.53	53.49	44,674,542	2,389,641	681,048	15.24	38.25
OLATHE	D0233	62.42	69.72	404,671,459	28,213,694	8,040,903	19.87	49.85
SHAWNEE MISSION	D0512	41.14	37.54	1,461,047,524	54,847,724	15,631,601	10.70	26.84
KEARNY 047								
LAKIN	D0215	21.67	24.50	136,817,268	3,352,023	955,327	6.98	17.52
DEERFIELD	D0216	24.08	24.65	48,534,643	1,196,379	340,968	7.03	17.62
KINGMAN 048								
KINGMAN	D0331	49.90	49.65	53,216,876	2,642,218	753,032	14.15	35.50
CUNNINGHAM	D0332	53.02	52.36	30,015,006	1,571,586	447,902	14.92	37.44
KIOWA 049								
GREENSBURG	D0422	35.78	35.72	20,837,999	744,333	212,135	10.18	25.54
MULLINVILLE	D0424	62.57	66.79	12,898,615	861,498	245,527	19.04	47.75
HAVILAND PUBLIC	D0474	56.36	55.40	11,927,752	660,797	188,327	15.79	39.61

		(1)	(2)	(3)	(4)	(5)	(6)	(7)
		LP004						
COUNTY NAME	#	1989 GEN FUND TAX RATE	EST.1990 GEN FUND TAX RATE	1989 ASSESSED VALUATION	EST 1990 GEN FUND TAX LEVY (2 * 3)	SALES/PROP TAX REDUCTION (.285 * 4)	MILL. EQUIV. (5 / 3)	REV.1990 GEN-FUND TAX-RATE (2 - 6)
DISTRICT NAME	#	TAX RATE	TAX RATE	VALUATION	(2 * 3)	(.285 * 4)	(5 / 3)	(2 - 6)
*****								
LABETTE 050								
PARSONS	D0503	70.22	71.96	31,241,519	2,248,140	640,720	20.51	51.45
OSWEGO	D0504	38.92	40.67	10,318,982	419,673	119,607	11.59	29.08
CHETOPA	D0505	39.86	38.99	5,437,992	212,027	60,428	11.11	27.88
LABETTE COUNTY	D0506	47.17	42.91	28,564,562	1,225,705	349,326	12.23	30.68
LANE 051								
HEALY PUBLIC SC	D0468	51.58	56.88	8,984,020	511,011	145,638	16.21	40.67
DIGHTON	D0482	50.93	51.16	19,884,533	1,017,293	289,929	14.58	36.58
LEAVENWORTH 052								
EASTON	D0449	64.77	68.21	14,109,550	962,412	274,287	19.44	48.77
LEAVENWORTH	D0453	54.05	60.30	96,730,798	5,832,867	1,662,367	17.19	43.11
BASEHOR-LINWOOD	D0458	57.16	65.85	24,330,343	1,602,153	456,614	18.77	47.08
TONGANOXIE	D0464	53.26	55.89	25,155,742	1,405,954	400,697	15.93	39.96
LANSING	D0469	46.26	54.33	27,940,947	1,518,032	432,639	15.48	38.85
LINCOLN 053								
LINCOLN	D0298	45.52	44.95	15,820,731	711,142	202,675	12.81	32.14
SYLVAN GROVE	D0299	41.62	42.32	9,349,006	395,650	112,760	12.06	30.26
LINN 054								
PLEASANTON	D0344	36.34	40.50	6,774,250	274,357	78,192	11.54	28.96
JAYHAWK	D0346	47.69	47.86	15,034,019	719,528	205,065	13.64	34.22
PRAIRIE VIEW	D0362	32.92	34.46	107,976,805	3,720,881	1,060,451	9.82	24.64
LOGAN 055								
OAKLEY	D0274	54.00	53.61	25,274,644	1,354,974	386,168	15.28	38.33
TRIPLAINS	D0275	61.57	63.87	11,356,881	725,364	206,729	18.20	45.67
LYON 056								
NORTH LYON COUN	D0251	48.98	48.90	18,978,458	928,047	264,493	13.94	34.96
SOUTHERN LYON C	D0252	51.83	51.78	14,949,188	774,069	220,610	14.76	37.02
EMPORIA	D0253	62.22	67.05	91,189,217	6,114,237	1,742,558	19.11	47.94
MARION 057								
CENTRE	D0397	34.89	34.69	12,894,246	447,301	127,481	9.89	24.80
PEABODY-BURNS	D0398	52.51	55.60	11,745,668	653,059	186,122	15.85	39.75
MARION	D0408	52.34	52.20	15,290,061	798,141	227,470	14.88	37.32
DURHAM-HILLSBOR	D0410	49.69	50.54	18,992,510	939,881	273,566	14.40	36.14
GOESSEL	D0411	53.39	56.70	6,819,960	386,692	110,207	16.16	40.54
MARSHALL 058								
MARYSVILLE	D0364	57.50	55.23	28,989,085	1,601,067	456,304	15.74	39.49
VERMILLION	D0380	41.72	39.89	18,338,848	731,537	208,488	11.37	28.52
AXTELL	D0488	49.19	48.56	12,199,757	592,420	168,840	13.84	34.72
VALLEY HEIGHTS	D0498	52.68	52.18	10,823,736	564,783	160,963	14.87	37.31

		(1)	(2)	(3)	(4)	(5)	(6)	(7)
COUNTY NAME	#	1989	L9004	1989	EST 1990	SALES/PROP		REV.1990
DISTRICT NAME	#	GEN FUND	EST.1990	ASSESSED	GEN FUND	TAX	HILL	GEN-FUND
		TAX RATE	GEN FUND	VALUATION	TAX LEVY	REDUCTION	EDUIV.	TAX-RATE
			TAX RATE		(2 * 3)	(.285 * 4)	(5 / 3)	(2 - 6)
*****								
<b>MCPHERSON 059</b>								
LINDSBORG	D0400	60.53	59.08	26,688,608	1,576,763	449,377	16.84	42.24
MCPHERSON	D0418	57.94	61.87	78,895,365	4,881,256	1,391,158	17.63	44.24
CANTON-GALVA	D0419	39.45	39.60	13,688,877	542,080	154,493	11.29	28.31
MOUNDRIE	D0423	60.76	64.80	16,734,671	1,084,407	309,056	18.47	46.33
INMAN	D0448	49.22	51.13	13,919,981	711,729	202,843	14.57	36.56
<b>MEADE 060</b>								
FOHLER	D0225	60.29	57.03	10,890,983	621,113	177,017	16.25	40.78
MEADE	D0226	40.26	40.06	42,165,999	1,689,170	481,413	11.42	28.64
<b>MIAMI 061</b>								
OSAWATOMIE	D0367	48.35	47.47	19,534,072	927,282	264,275	13.53	33.94
PAOLA	D0368	64.74	64.64	38,926,102	2,516,183	717,112	18.42	46.22
LOUISBURG	D0416	52.01	54.55	25,295,655	1,379,878	393,265	15.55	39.00
<b>MITCHELL 062</b>								
MACONDA	D0272	47.12	45.48	15,731,832	715,484	203,913	12.96	32.52
BELOIT	D0273	46.76	45.31	24,750,488	1,121,445	319,612	12.91	32.40
<b>MONTGOMERY 063</b>								
CANEY VALLEY	D0436	38.75	37.80	16,060,410	607,083	173,019	10.77	27.03
COFFEYVILLE	D0445	53.16	57.93	58,443,217	3,385,616	964,901	16.51	41.42
INDEPENDENCE	D0446	54.39	55.18	54,670,113	3,016,697	859,759	15.73	39.45
CHERRYVALE	D0447	30.12	26.26	9,408,532	247,068	70,414	7.48	18.78
<b>MORRIS 064</b>								
MORRIS COUNTY	D0417	37.46	37.60	29,349,563	1,103,544	314,510	10.72	26.88
<b>MORTON 065</b>								
ROLLA	D0217	21.98	23.03	61,787,230	1,422,960	405,544	6.56	16.47
ELKHART	D0218	39.45	40.89	44,137,582	1,804,786	514,364	11.65	29.24
<b>NEMAHA 066</b>								
SABETHA	D0441	51.11	52.54	26,129,964	1,372,868	391,267	14.97	37.57
NEMAHA VALLEY S	D0442	43.50	44.19	15,097,363	667,152	190,138	12.59	31.60
B & B	D0451	33.04	30.33	6,504,016	197,267	56,221	8.64	21.69
<b>NEOSHO 067</b>								
ERIE-ST PAUL	D0101	46.16	45.66	22,239,592	1,015,460	289,406	13.01	32.65
CHANUTE PUBLIC	D0413	66.33	66.79	34,775,391	2,322,648	661,955	19.04	47.75
<b>NESS 068</b>								
NESS TRES LA CO	D0301	67.66	72.59	9,008,121	653,900	186,362	20.69	51.90
SMOKY HILL	D0302	44.32	43.95	11,756,869	316,714	147,263	12.53	31.42
NESS CITY	D0303	48.38	47.94	19,382,532	929,199	264,822	13.66	34.28
BAZINE	D0304	58.65	57.91	8,694,718	503,511	143,501	16.50	41.41

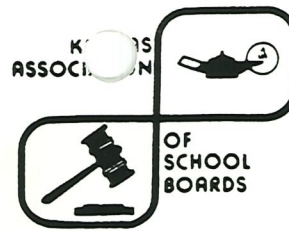
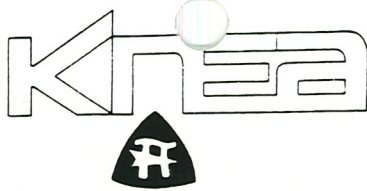
		(1)	(2)	(3)	(4)	(5)	(6)	(7)
		L9004			EST 1990	SALES/PROP		REV.1990
COUNTY NAME	#	1989	EST.1990	1989	GEN FUND	TAX	MILL	GEN-FUND
DISTRICT NAME	#	GEN FUND	GEN FUND	ASSESSED	TAX LEVY	REDUCTION	ERUIV.	TAX-RATE
		TAX RATE	TAX RATE	VALUATION	(2 * 3)	(.285 * 4)	(5 / 3)	(2 - 6)
*****								
NORTON 069								
NORTON COMMUNIT	D0211	53.53	54.31	14,871,016	807,645	230,179	15.48	38.83
NORTHERN VALLEY	D0212	73.57	75.24	6,793,539	511,146	145,677	21.44	53.80
WEST SOLOMON VA	D0213	60.92	76.64	7,414,717	568,264	161,955	21.84	54.80
OBAGE 070								
OBAGE CITY	D0420	29.75	33.69	12,548,746	422,767	120,489	9.60	24.09
LYNDON	D0421	43.82	46.10	8,257,952	380,692	108,497	13.14	32.96
SANTA FE TRAIL	D0434	45.62	50.06	17,324,926	867,286	247,177	14.27	35.79
BURLINGAME PUBL	D0454	42.10	44.96	5,264,461	236,690	67,457	12.81	32.15
MARAI DES CYGN	D0456	47.28	44.64	6,215,374	277,454	79,074	12.72	31.92
OSBORNE 071								
OSBORNE COUNTY	D0392	43.50	42.82	13,841,463	592,691	168,917	12.20	30.62
OTTAWA 072								
NORTH OTTAWA CO	D0239	39.91	42.23	20,184,587	852,395	242,933	12.04	30.19
TWIN VALLEY	D0240	35.84	36.64	12,657,774	463,781	132,178	10.44	26.20
PAMNEE 073								
FT LARNED	D0495	52.05	51.64	38,494,530	1,987,858	566,540	14.72	36.92
PAMNEE HEIGHTS	D0496	67.59	67.28	11,695,483	786,872	224,259	19.17	48.11
PHILLIPS 074								
EASTERN HEIGHTS	D0324	51.80	54.38	6,203,737	337,359	96,147	15.50	38.88
PHILLIPSBURG	D0325	49.80	49.50	22,562,746	1,116,856	318,304	14.11	35.39
LOGAN	D0326	33.71	37.25	12,575,298	468,430	133,503	10.62	26.63
POTTAMATOMIE 075								
WAMEGO	D0320	31.27	33.15	23,907,399	792,530	225,871	9.45	23.70
KAW VALLEY	D0321	20.87	21.02	217,758,422	4,577,282	1,304,525	5.99	15.03
ONAGA-HAVENS VIL	D0322	64.26	64.89	10,919,625	708,574	201,944	18.49	46.40
WESTHORELAND	D0323	60.87	64.21	10,756,536	690,677	196,843	18.30	45.91
PRATT 076								
PRATT	D0382	46.40	45.36	40,987,628	1,859,199	529,872	12.93	32.43
SKYLINE SCHOOLS	D0438	41.21	40.88	22,120,105	904,270	257,717	11.65	29.23
RAWLINS 077								
HERNDON	D0317	64.29	65.27	4,876,928	318,317	90,720	18.60	46.67
ATWOOD	D0318	64.17	64.36	17,123,658	1,102,079	314,093	18.34	46.02
RENO 078								
HUTCHINSON PUBL	D0308	51.16	71.98	141,624,734	10,194,148	2,905,332	20.51	51.47
NICKERSON	D0309	49.22	51.07	39,157,896	1,999,794	569,941	14.55	36.52
FAIRFIELD	D0310	53.92	55.18	23,442,953	1,293,582	368,671	15.73	39.45
PRETTY PRAIRIE	D0311	53.09	52.37	10,655,113	588,008	159,032	14.93	37.44
HAVEN PUBLIC SC	D0312	40.58	39.79	35,046,954	1,394,518	397,438	11.34	28.45

COUNTY NAME DISTRICT NAME	#	(1)	(2)	(3)	(4)	(5)	(6)	(7)
		1989 GEN FUND TAX RATE	L9004 EST.1990 GEN FUND TAX RATE	1989 ASSESSED VALUATION	EST 1990 GEN FUND TAX LEVY (2 * 3)	SALES/PROP TAX REDUCTION (.285 * 4)	MILL EQUIV. (5 / 3)	REV.1990 GEN-FUND TAX-RATE (2 - 6)
*****								
RENO	078							
BURLER	D0313	52.89	68.34	55,456,117	3,789,871	1,080,113	19.48	48.86
REPUBLIC	079							
PIKE VALLEY	D0426	49.93	49.56	10,571,139	523,906	149,313	14.12	35.44
BELLEVILLE	D0427	53.77	55.89	20,392,448	1,139,734	324,824	15.93	39.96
CUBA	D0455	68.34	68.79	6,264,195	430,914	122,810	19.61	49.18
RICE	080							
STERLING	D0376	43.18	45.36	15,536,955	704,756	200,855	12.93	32.43
CHASE	D0401	46.69	46.58	13,187,778	614,287	175,072	13.28	33.30
LYONS	D0405	53.72	56.94	22,026,796	1,254,206	357,449	16.23	40.71
LITTLE RIVER	D0444	48.23	48.56	22,104,408	1,073,390	305,916	13.84	34.72
RILEY	081							
RILEY COUNTY	D0378	57.89	57.42	10,792,007	619,677	176,608	16.36	41.06
MANHATTAN	D0383	59.27	64.12	158,999,439	10,195,044	2,905,588	18.27	45.85
BLUE VALLEY	D0384	55.78	59.77	8,341,149	498,550	142,087	17.03	42.74
ROOKS	082							
PALCO	D0269	47.42	46.83	14,563,506	682,009	194,373	13.35	33.48
PLAINVILLE	D0270	46.86	48.68	23,024,923	1,120,853	319,443	13.87	34.81
STOCKTON	D0271	43.91	45.13	19,336,328	872,648	248,705	12.86	32.27
RUSH	083							
LACROSSE	D0395	47.86	50.37	21,470,438	1,081,466	308,218	14.36	36.01
OTIS-BISON	D0403	39.12	37.00	15,167,255	561,188	159,939	10.55	26.45
RUSSELL	084							
PARADISE	D0399	51.44	56.44	16,600,293	936,921	267,022	16.09	40.35
RUSSELL COUNTY	D0407	57.23	54.63	55,451,525	3,029,317	863,355	15.57	39.06
SALINE	085							
SALINA	D0305	68.59	76.74	172,326,089	13,224,304	3,768,927	21.87	54.87
SOUTHEAST OF SA	D0306	38.09	38.23	29,754,876	1,137,529	324,196	10.90	27.33
ELL-SALINE	D0307	32.27	28.96	7,806,435	226,074	64,431	8.25	20.71
SCOTT	086							
SCOTT COUNTY	D0466	53.42	53.33	41,470,404	2,211,617	630,311	15.20	38.13
BEDGWICK	087							
WICHITA	D0259	65.08	71.65	1,458,606,882	104,509,183	29,785,117	20.42	51.23
DERBY	D0260	48.20	55.45	110,775,671	6,142,511	1,750,616	15.80	39.65
HAYSVILLE	D0261	55.48	59.09	52,897,057	3,125,687	890,821	16.84	42.25
VALLEY CENTER P	D0262	53.70	62.36	33,428,037	2,084,572	594,103	17.77	44.59
MULVANE	D0263	34.84	41.07	23,308,383	957,275	272,823	11.70	29.37
CLEARWATER	D0264	41.91	46.96	25,572,027	1,200,862	342,246	13.38	33.58
GODDARD	D0265	59.31	66.00	44,938,639	2,965,950	845,296	18.81	47.19

		(1)	(2)	(3)	(4)	(5)	(6)	(7)
		1989	L9004	1989	EST 1990	SALES/PROP		REV. 1990
COUNTY NAME	#	GEN FUND	EST. 1990	ASSESSED	GEN FUND	TAX	MILL	GEN-FUND
DISTRICT NAME	\$	TAX RATE	TAX RATE	VALUATION	TAX LEVY	REDUCTION	EQUIV.	TAX-RATE
					(2 * 3)	(.285 * 4)	(5 / 3)	(2 - 6)
*****								
<b>BEDGWICK 087</b>								
MAIZE	D0266	53.31	64.32	37,440,309	2,408,161	686,326	18.33	45.99
RENWICK	D0267	57.21	59.06	36,731,068	2,169,337	618,261	16.83	42.23
CHENEY	D0268	45.44	47.82	13,508,036	645,954	184,097	13.63	34.19
<b>SEWARD 088</b>								
LIBERAL	D0480	52.30	55.04	106,615,370	5,868,110	1,672,411	15.69	39.35
KISMET-PLAINS	D0483	34.43	34.22	37,590,940	1,286,362	366,613	9.75	24.47
<b>SHAWNEE 089</b>								
SEAMAN	D0345	55.29	58.77	99,038,525	5,820,494	1,658,841	16.75	42.02
SILVER LAKE	D0372	51.95	58.19	10,368,809	603,361	171,958	16.58	41.61
AUBURN WASHBURN	D0437	47.69	56.47	133,403,036	7,533,269	2,146,982	16.09	40.38
SHAWNEE HEIGHTS	D0450	51.26	60.52	70,045,850	4,239,175	1,208,165	17.25	43.27
TOPEKA PUBLIC S	D0501	68.00	74.62	462,942,745	34,544,788	9,845,265	21.27	53.35
<b>SHERIDAN 090</b>								
HOXIE COMMUNITY	D0412	50.03	52.25	22,332,786	1,166,888	332,563	14.89	37.36
<b>SHERMAN 091</b>								
GOODLAND	D0352	50.34	49.81	45,829,249	2,282,755	650,385	14.20	35.61
<b>SMITH 092</b>								
SMITH CENTER	D0237	48.98	48.61	21,686,361	1,054,174	300,440	13.85	34.76
WEST SMITH COUN	D0238	64.37	66.88	7,102,429	475,010	135,378	19.06	47.82
<b>STAFFORD 093</b>								
STAFFORD	D0349	56.26	56.75	14,651,546	831,475	236,970	16.17	40.58
ST JOHN-HUDSON	D0350	47.63	51.34	24,095,511	1,237,064	352,563	14.63	36.71
HACKSVILLE	D0351	37.41	37.84	30,642,953	1,159,529	330,466	10.78	27.06
<b>STANTON 094</b>								
STANTON COUNTY	D0452	33.11	33.73	66,472,865	2,242,130	639,007	9.61	24.12
<b>STEVENS 095</b>								
MOSCOW PUBLIC S	D0209	16.69	16.86	72,002,952	1,213,970	345,981	4.81	12.05
HUGOTON PUBLIC	D0210	18.81	19.05	201,665,546	3,841,729	1,094,893	5.43	13.62
<b>SUMNER 096</b>								
WELLINGTON	D0353	60.77	61.05	37,194,872	2,270,747	647,163	17.40	43.65
CONWAY SPRINGS	D0356	60.81	64.89	11,845,801	768,674	219,072	18.49	46.40
BELLE PLAINE	D0357	69.43	74.69	10,919,341	815,566	232,436	21.29	53.40
OXFORD	D0358	48.96	50.00	10,763,311	538,166	153,377	14.25	35.75
ARGONIA PUBLIC	D0359	63.44	68.37	10,119,094	691,842	197,175	19.49	48.88
CALDWELL	D0360	63.57	63.84	11,785,275	752,372	214,426	18.19	45.65
SOUTH HAVEN	D0509	44.53	43.70	7,816,377	341,576	97,349	12.45	31.25

	(1)	(2)	(3)	(4)	(5)	(6)	(7)
COUNTY NAME	1989	L9004	1989	EST 1990	SALES/PROP		REV.1990
DISTRICT NAME	GEN FUND	EST.1990	ASSESSED	GEN FUND	TAX	MILL	GEN-FUND
	TAX RATE	GEN FUND	VALUATION	TAX LEVY	REDUCTION	EQUIV.	TAX-RATE
		TAX RATE		(2 * 3)	(.285 * 4)	(5 / 3)	(2 - 6)
*****							
THOMAS	097						
BREMSTER	D0314	63.24	63.18	11,217,227	708,704	201,981	18.01
COLBY PUBLIC SC	D0315	41.40	38.22	40,267,494	1,539,024	438,622	10.89
GOLDEN PLAINS	D0316	52.33	53.57	8,972,938	480,680	136,994	15.27
							38.30
TREGO	098						
WAKEENEY	D0208	42.73	43.57	24,380,188	1,062,245	302,740	12.42
							31.15
WABALUNBEE	099						
ALMA	D0329	58.82	61.59	16,214,030	998,622	284,607	17.55
WABALUNBEE EAST	D0330	64.22	64.18	14,447,091	927,214	264,256	18.29
							45.89
WALLACE	100						
WALLACE COUNTY	D0241	46.08	47.80	15,230,722	728,029	207,488	13.62
WESKAN	D0242	52.96	61.77	9,914,684	612,430	174,543	17.60
							44.17
WASHINGTON	101						
NORTH CENTRAL	D0221	41.24	40.85	8,483,337	346,544	98,765	11.64
WASHINGTON SCHO	D0222	49.38	46.91	10,367,961	486,361	138,613	13.37
BARNES	D0223	57.39	56.39	18,570,696	1,047,202	298,453	16.07
REPUBLICAN VALL	D0224	43.00	41.38	16,696,282	690,892	196,904	11.79
							29.59
MICHITA	102						
LEOTI	D0467	66.19	69.20	27,344,897	1,892,267	539,296	19.72
							49.48
WILSON	103						
ALTONA-MIDWAY	D0387	34.07	34.76	9,729,073	338,183	96,382	9.91
NEEDESHA	D0461	32.13	28.37	13,794,356	391,346	111,534	8.09
FREDONIA	D0484	54.12	50.80	22,751,682	1,155,785	329,399	14.48
							36.32
WOODSON	104						
WOODSON	D0366	36.51	35.63	18,804,010	669,987	190,946	10.15
							25.48
WYANDOTTE	105						
TURNER-KANSAS C	D0202	51.02	53.52	85,369,780	4,568,991	1,302,162	15.25
PIPER-KANSAS CI	D0203	45.41	55.53	19,323,686	1,073,044	305,818	15.83
BONNER SPRINGS	D0204	60.56	69.77	53,358,145	3,722,798	1,060,997	19.88
KANSAS CITY	D0500	35.53	39.30	446,816,347	17,559,882	5,004,566	11.20
							28.10
*****							
STATE TOTALS		14,884.96	14,103,569.580		208,123,184		10,994.07
		15,376.21		730,256,761		4,382.14	





Testimony on HCR 5055  
before the  
House Taxation Committee  
March 12, 1990  
by  
Craig Grant, Director of Governmental Relations  
Kansas-National Education Association  
on behalf of  
Kansas-NEA  
Kansas Association of School Boards  
Wichita USD 259  
Topeka USD 501

Mr. Chairman and members of the Committee, we appreciate the opportunity to appear before you on behalf of the above named organizations regarding HCR 5055. We believe that this measure begins to take major steps in the right direction in the discussions that have occurred during this legislative session on the issue of property tax relief.

House Concurrent Resolution 5055 addresses two major concepts we believe must be included in any relief measure. If equity is to be achieved, especially in school funding, then additional state resources will be needed. Raising the state sales tax is certainly an acceptable way of achieving those resources, in our view. We also believe those new resources should be distributed in a manner linked to the present property tax burden in each school district. This measure achieves both of those goals.

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Attachment 2

We have deep reservations, however, regarding the method used to achieve these goals in this measure. We do not believe that a constitutional amendment is the appropriate way to achieve a tax increase. It seems to us to be an evasive way to deal with a policy issue that has always been dealt with statutorily in the past and could easily be dealt with in the same manner now. Schools would be able to know as they begin their budget preparation what resources they would have to address their needs.

In addition, if the resources were known to be available before the end of this session, then we could more readily address the crucial issue before us of appropriate budget limits for the coming school year. That will be difficult, if not impossible, if school boards do not know until the outcome of an August election whether they will have new state resources or whether they must continue to rely on the property tax to meet the demands being placed on them.

We would urge the Committee to consider turning HCR 5055 into a bill and enacting this much needed relief in a statute to be effective July 1, 1990. We believe this would provide the property tax relief so many of you and us desire and also provide a base for funding public schools in the state of Kansas for both the short and long term. We appreciate the opportunity to express our views once again and I would be happy to answer any questions.



Kansas  
Association  
for  
Small  
Business

532 No. Broadway  
Wichita, KS 67214  
316 267-9984

Together  
We Can  
Make A  
Difference.

HOUSE TAXATION COMMITTEE

Monday, March 12, 1990

Re: HCR 5055

Chairman Roe, members of the committee, I am Mary Ellen Conlee, representing the Kansas Association for Small Business.

In two previous appearances before this committee I have asked you to maintain the 1989 reappraisal and classification amendment. The elimination of the merchants' and manufacturers' inventory taxes and the reduction and stabilization of taxes on productive machinery and equipment have resulted in a growth environment for small manufacturing in Kansas. Changes in the component parts of the state's economic development plan would send a "no growth" message to basic industry in Kansas.

Although most of the Kansas Association for Small Business companies are satisfied with the current property tax mix, we do understand that some other small businesses which are not machinery and inventory intensive, are facing significant increases in property taxes for commercial buildings. Consequently, we support a 1 cent statewide increase in the sales tax for direct property tax relief for school districts.

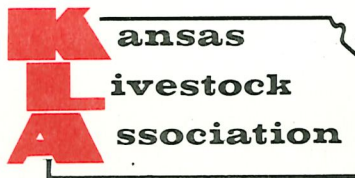
While it has been argued that manufacturers would not pay the increased sales tax because of their exemptions for production machinery and equipment, such an argument fails to consider sales taxes such as those paid on business supplies, business vehicles and office furniture and equipment. In addition, each business owner and all employees spend earned income on taxable items.

\* \* \* \* \*

In conclusion: the Kansas Association for Small Business supports HCR 5055, a statewide increase in the sales tax for property tax relief through the school district component of each property tax bill.

3/12/90

Attachment 3



6031 S.W. 37th Street • Topeka, Kansas 66614-5128 • Telephone: (913) 273-5115  
FAX: (913) 273-3399

Owns and Publishes The Kansas STOCKMAN magazine and KLA News & Market Report newsletter.

STATEMENT OF THE  
KANSAS LIVESTOCK ASSOCIATION  
TO THE HOUSE COMMITTEE ON ASSESSMENT AND TAXATION  
REPRESENTATIVE KEITH ROE, CHAIRMAN  
WITH RESPECT TO  
HCR 5055  
PRESENTED BY  
DEE LIKES, EXECUTIVE VICE PRESIDENT  
MARCH 12, 1990

*KLA has appeared before this committee on many previous occasions during this session of the Kansas legislature to voice the major policy positions of our organization: 1) we oppose reopening the classification section of the constitution; 2) we oppose reimposition of the tax on livestock; and 3) we advocate less reliance on the property tax and more reliance on sales and income tax to fund local units of government and schools.*

*We believe this measure is the best approach that has been proposed so far, and we believe that the tax roll back for schools that it would accomplish would be of great benefit. Thank you.*

3/12/90

Attachment 4

# LEGISLATIVE TESTIMONY

## Kansas Chamber of Commerce and Industry



500 Bank IV Tower One Townsite Plaza Topeka, KS 66603-3460 (913) 357-6321

A consolidation of the  
Kansas State Chamber  
of Commerce,  
Associated Industries  
of Kansas,  
Kansas Retail Council

HCR 5055

March 12, 1990

### KANSAS CHAMBER OF COMMERCE AND INDUSTRY

Testimony Before the  
House Taxation Committee

by

Bob Corkins  
Director of Taxation

Mr. Chairman and members of the Committee:

Thank you for the opportunity to speak with regard to HCR 5055. My name is Bob Corkins, director of taxation for the Kansas Chamber of Commerce and Industry, and I am here to voice our membership's support for this proposal. Its trade-off between sales and property taxes, we believe, is the most workable and even-handed response to the adverse effects or reappraisal and classification.

The Kansas Chamber of Commerce and Industry (KCCI) is a statewide organization dedicated to the promotion of economic growth and job creation within Kansas, and to the protection and support of the private competitive enterprise system.

KCCI is comprised of more than 3,000 businesses which includes 200 local and regional chambers of commerce and trade organizations which represent over 161,000 business men and women. The organization represents both large and small employers in Kansas, with 55% of KCCI's members having less than 25 employees, and 86% having less than 100 employees. KCCI receives no government funding.

The KCCI Board of Directors establishes policies through the work of hundreds of the organization's members who make up its various committees. These policies are the guiding principles of the organization and translate into views such as those expressed here.

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Attachment 5

At the same time, this approach retains the positive changes brought about by these property tax reforms. It would encourage economic growth and tax fairness among businesses by keeping inventories exempt. It would continue to apply the same standards to all businesses, taxing them on the basis of their land, buildings and machinery regardless of the type of business conducted. The proposal would also keep promoting the modernization and upgrading of business machinery through a predictable and fair depreciation schedule.

The replacement revenues recommended here, too, are very acceptable to the KCCI membership. Though retailers would continue to perform an uncompensated collection service for the state, and businesses of all types would pay a higher sales tax rate themselves on finished goods, this method of taxation is still inherently superior to property taxes. Such an increase in rates would not cause a shift in the effective tax base now in place. Everybody pays sales taxes and everybody would benefit from lower property taxes. The property tax burden would not shift from one class of taxpayers to another under this proposal and the common problem of all property taxpayers -- an excessive reliance on property taxes by local taxing districts -- would be lessened.

KCCI's support for this measure, however, is not unequivocal. We would prefer that these steps be enacted legislatively since the subject of sales tax has historically been governed with flexibility by statute. Nevertheless, there are important political advantages to resolving the property tax issue in a single, simply worded proposition upon which the full voting public can voice its opinion.

With these considerations noted, KCCI endorses both the method and the objective of HCR 5055. Thank you for your consideration.



# PUBLIC POLICY STATEMENT

HOUSE COMMITTEE ON TAXATION

**RE: H.C.R. 5055 ... a proposition to amend the Constitution to provide for reduced reliance on the property tax and and increase in the state sales tax**

March 12, 1990  
Topeka, Kansas

Presented by:  
Paul E. Fleener, Director  
Public Affairs Division  
Kansas Farm Bureau

**Mr. Chairman and Members of the Committee:**

My name is Paul E. Fleener. I am the Director of Public Affairs for Kansas Farm Bureau. We appreciate the opportunity to bring thoughts and comments to your committee today concerning H.C.R. 5055. We are supportive of the concept and intent of this proposition.

We have policy positions on School Finance, and on State and Local Governmental Budgeting, Spending and Taxation which support the intent of H.C.R. 5055. We want to share some items from each of those policy positions, the full text of which you will find attached to our testimony.

In our School Finance resolution our members have said:

**We support legislation to place increased reliance on the state sales tax for financing elementary and secondary education in order to reduce reliance on property taxes now levied for school finance.**

Our policy is interpreted by our Board of Directors to mean that we can support the proposition before you today, if indeed you find this is the appropriate mechanism for bringing about the

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Attachment 6

intended result ... increasing the state sales tax and reducing the reliance on the property tax for funding elementary and secondary schools. Perhaps the same objective could be achieved by the writing of a law. I know you will hear that argument articulated fully. We believe you could, in fact, enact statutory language to increase the sales tax by one percent and dedicate those funds to unified school districts. We believe there is a safeguard in doing what is proposed by H.C.R. 5055. That safeguard is the constitutional language authorizing the Legislature to provide the sales tax revenue, and **assuring within the Constitution** that such revenues "shall be used solely to reduce the revenue that would otherwise be required to be produced from the levy of taxes upon tangible property be each unified school district."

So, yes, Mr. Chairman, and Members of the Committee, you could move in either direction ... a constitutional provision or a statute ... and we would be here voicing support. It is the objective, the reduced reliance on property taxes, which we applaud.

Our School Finance policy contains this language as well:

**We continue to believe that there should be minimal reliance on the property tax for support of our elementary and secondary schools.**

We have shared this message with education committees and with your committee when we have discussed local option income taxes, a mechanism we have also supported. We believe the income tax should be extended to unified school districts. Our policy position on that says:



**We support legislation to create a school district income tax to be collected by the state from every resident individual and returned by the state to the school district of residence of the individual taxpayer.**

Two other items we would share with you. They come from our State and Local Governmental Budgeting, Spending and Taxation policy position. Those two items say these things:

**It is time in Kansas to write a basic tax policy of taxing people for services to people and taxing property for services to property.**

**We support additional funding of our elementary and secondary schools through a school district income tax and additional state aid.**

We appreciate the opportunity you have provided us to make these comments concerning H.C.R. 5055. We applaud those who have prepared this language and provided this opportunity. We will support and applaud your Committee and the full Legislature if you can develop a consensus for this resolution or any other mechanism for reducing property taxes by 25 to 30 percent ... property taxes that would otherwise be required to fund elementary and secondary education.

Thank you for the opportunity to testify. We would be pleased to respond to questions.

## **State and Local Governmental Budgeting, Spending and Taxation**

It is time in Kansas to write a basic tax policy of taxing people for services to people and taxing property for services to property.

Expenditures by the State of Kansas and by local units of government in Kansas in any fiscal year should never exceed projected revenue receipts for that fiscal year.

Zero-based budgeting is essential to fiscal planning and should be required for all state agencies as well as all local units of government.

We support additional funding of our elementary and secondary schools through a school district income tax and additional state aid.

We support funding for the third year of the "Margin of Excellence" for higher education.

We believe some agricultural programs in Kansas have been sorely underfunded in the past. Two specific examples are the International Grains Program and the International Meats and Livestock Program which should receive increased appropriations.

The Agricultural Value Added Processing Center, created by legislation enacted in 1988, should receive full and adequate funding in the 1990 Legislative Session.

Plant Science, Phase II, at Kansas State University should move ahead on schedule.

It is important and essential to all Kansans that we continue our State Meat Inspection Program.

The Swine Technology Center, created but unfunded by the Legislature in 1988 should receive its needed appropriations in 1990.

An eradication program for pseudorabies, a potentially devastating disease to the Kansas swine industry, should have federal, state and producer support and funding. We support initiation of the pseudorabies eradication plan in Kansas and ask the Legislature to provide funding for the Kansas portion of the plan.

The State General Fund should have adequate balances or reserves.

## **School Finance**

We believe the Kansas Legislature should develop a school finance formula to assist in the delivery of and funding for a "basic education" for every child enrolled in public schools in each unified school district in the state.

We continue to believe that there should be minimal reliance on the property tax for support of our elementary and secondary schools. As long as property is used as a measure of wealth, then intangible property should be a part of such measurement of wealth.

We support legislation to create a school district income tax to be collected by the state from every resident individual and returned by the state to the school district of residence of the individual taxpayer.

We will oppose the application or use of a local income or earnings tax by any other local unit of government.

We support legislation to place increased reliance on the state sales tax for financing elementary and secondary education in order to reduce reliance on property taxes now levied for school finance.

State General Fund revenues should be enhanced for school finance purposes by increasing the rates of income and privilege taxes imposed on corporations, financial institutions, insurance companies, and non-resident individuals.

We believe that federally and state-mandated programs should be fully funded by the federal or state government, whichever mandates a given program.

We have opposed in the past, and we continue to oppose efforts to establish a statewide property tax levy.

ALDERSON, ALDERSON, MONTGOMERY & NEWBERY

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MEMORANDUM

TO: House Committee on Taxation  
FROM: Alan F. Alderson, Attorney, Western Retail Implement  
and Hardware Association and the Kansas Lumber  
Dealers Association  
DATE: March 12, 1990  
RE: House Concurrent Resolution No. 5055

On behalf of the Kansas implement dealers, hardware dealers and lumber dealers, I have been asked to express appreciation for the opportunity to present the viewpoint of both associations with regard to House Concurrent Resolution No. 5055.

Both associations have spent a great deal of time and thought on the volumes of proposed legislation submitted to date in what we believe is an effort to replace the present reliance on property tax with other sources of revenue. We have reviewed HCR 5055 in the context of these efforts and, although other approaches have had some merit, we believe HCR 5055 is the best approach we have seen to date.

The members of the Kansas Lumber Dealers Association and the Western Retail Implement and Hardware Association urge you to support HCR 5055 in lieu of other solutions which have been submitted for your consideration. We believe the replacement of the property tax to some feasible degree with a general statewide sales tax is the most equitable approach to the problem, and treats all Kansans fairly and equitably.

Although each of the Associations I represent would not rule out other proposals for the enactment of a statewide general sales tax increase, they endorse the concept in HCR 5055 to the exclusion of other remedial property tax proposals introduced to date. We urge you to support this concept in preference to those others as well.

I would be glad to try to answer any questions you might have.

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Attachment 7



## HCR 5055

Testimony presented before the House Committee on Taxation  
by Charles L. "Chuck" Stuart, Legislative Liaison  
United School Administrators of Kansas

March 12, 1990

Mister Chairman and members of the committee, I am Chuck Stuart representing United School Administrators of Kansas. We appreciate the opportunity today to speak in support of a measure designed to provide property tax relief for the people of Kansas. We applaud the author of this resolution for taking bold steps in addressing the problem.

While we strongly support the concept of property tax relief through the distribution of funds through local school districts, we have some concerns about certain provisions of this resolution and about certain assumptions which seem to be surfacing in discussions of HCR 5055.

1. First of all we must emphasize that HCR 5055 is a property tax relief measure which does not address the need for added funding for Kansas schools. We as school leaders appreciate the current problems with the state's general fund, but we must point out to everyone that the revenues proposed in this resolution add not one new dollar to finance educational programs for Kansas children. We will address those needs as we have opportunity later in this session.
2. Secondly, we appreciate the use of a statewide revenue source in HCR 5055 rather than some of the local options discussed earlier in this session. Our organization has some concern that a single revenue source is being considered rather than a mix of tax sources which would be our preference. However, we will leave that matter to the wisdom of this legislature.
3. Finally, we would prefer property tax relief which was not a part of the Kansas constitution, but again we will trust the legislature to implement this concept (property tax relief through local school districts) via whatever vehicle is saleable.

Again, we appreciate this opportunity to be heard on HCR 5055. We believe it is a good idea worthy of positive action by this committee.

HCR5055/gwh

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Attachment 8

# LWVK LEAGUE OF WOMEN VOTERS OF KANSAS

March 12, 1990

To: House Assessment and Taxation Committee  
Rep. Keith Roe, Chairman

Thank you Mr. Chairman and members of the Committee.

I am Mary Ella Simon speaking for the League of Women Voters in opposition to HCR 5055.

State Finance has been of continuing interest and study for the League since 1936. In 1976, the League adopted standards of equity, adequacy, ease of administration, and consistency with state economic goals as standards for a state tax system.

We believe that HCR 5055 does not meet the standard of equity since the ability to pay should be the primary basis for distributing the tax burden. HCR 5055 would give tax relief to those most able to pay and penalize middle and low income families, particularly with the current tax on food in place.

We also oppose HCR 5055 on the grounds that it is not good policy to include percentage rates in the Constitution. Such items should be handled statutorily by the Legislature.

We would suggest that in this year of the Citizens Tax Revolt a Constitutional amendment to increase the state sales tax doesn't have a chance of passing. As our duly elected representatives, legislators should accept the responsibility for revising the tax structure in the most equitable way.

We ask the committee to vote against HCR 5055. Thank you.

*3/12/90*  
*Attachment 9*  
*Mary Ella Simon*



Executive Offices:  
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Topeka, Kansas 66611  
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TO: THE HOUSE TAXATION COMMITTEE  
FROM: KAREN FRANCE, DIRECTOR, GOVERNMENTAL AFFAIRS  
DATE: MARCH 12, 1990  
SUBJECT: HCR 5055

Thank you for this opportunity to testify. On behalf of the Kansas Association of REALTORS®, I appear today not to support or oppose the concepts which HCR 5055 proposes. We believe that, if the legislature presents a proposal such as this to the people to vote on, it is an indication of a true intent to reduce the reliance on property taxes for the funding of schools.

However, we strongly feel that any such attempt should be backed up by a constitutional amendment which places permanent caps on property taxes. Without a constitutional cap on property taxes, when budgets get lean in later years, the schools will not only utilize these new sales tax revenues, but will also go back to increasing property taxes to fund budgets and start the vicious cycle again.

We also feel that the cap should be extended to all property taxes and alternative means found to fund cities and counties, whether it is in the form of additional sales taxes such as this proposal or whether it by giving other options to the local units.

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The people want to be able to understand their property tax bill and they want to be able to know, with some amount of certainty, what their tax bill will be from year to year so they can budget appropriately.

While this bill provides for the means to fund school budgets in a way other than property tax, we believe it should be coupled with a constitutional cap on all property taxes, in order to give the real relief and reform that people are asking for.