

MINUTES OF THE SENATE COMMITTEE ON ASSESSMENT AND TAXATION

The meeting was called to order by SENATOR DAN THIESSEN at
Chairperson

519-S a.m. ~~XXXX~~ on Thursday, March 1, 19 in room 519-S of the Capitol.

All members were present except:

Committee staff present:

Don Hayward, Revisor's Office
Chris Courtwright, Research Department
Tom Severn, Research Department
Marion Anzek, Committee Secretary

Conferees appearing before the committee:

None appearing

Chairman Thiessen called the meeting to order at 11:03 and turned attention to SB480.

SB480:AN ACT concerning taxation; relating to exemptions for property; amending K.S.A. 79-210 and repealing the existing section.

Chairman Thiessen said SB480 sponsored by Senator Ross Doyen is a bill that changes the way to exempt property, that is in the soil conservation districts and now they have to do that every year and there isn't any need for that, and there are some other issues that should be amended into that, in our prior discussions which was grain bins, water sheds and I.R.B. properties.

After committee discussion on the exemptions and local abatements, which is based on constitutional amendment, Senator Petty said in the city of Topeka they have flyers with a certain formula and number of jobs to be re-evaluated every year, but this is a procedure that Topeka put in place. She asked how would this law affect that if we were to pass this bill.

Tom Severn said a determination by the city, if the property were not exempt, the company or city would notify the appraiser and he could put it on the rolls. The requirement would still be on the taxpayer, to certify when the exemption no longer applies. There is a provision in the grain bin and grain storage that the exemption is for 8 out of 10 years, which was put in during the drought years so that a grain bin that wasn't used for grain storage, would still be taxable in a year when it wasn't used for grain storage, and would not lose a year of exemption. It would complicate the exemption for grain bins if it didn't certify each year. That might cause a problem.

Senator Kerr moved to amend grain bins into SB480, 2nd by Senator Martin. The motion carried.

Senator Kerr moved to favorably pass SB480 as amended, 2nd by Senator Karr. The motion carried.

The Chairman turned attention to SB572 and recognized Senator Frahm.

SB572:AN ACT relating to property taxation; concerning the valuation of certain land devoted to agricultural use; amending K.S.A. 79-1476 and repealing the existing section.

Senator Frahm moved to amend SB572 on page 2 line 12 and insert the word "cultivated" before the word "dryland" 2nd by Senator Petty. The motion carried.

Senator Frahm moved to pass SB572 as amended, 2nd by Senator Langworthy. The motion carried.

Chairman Thiessen turned attention to SB600 and recognized Senator Lee.

SB600:AN ACT relating to income and privilege taxation; allowing

Unless specifically noted, the individual remarks recorded herein have not been transcribed verbatim. Individual remarks as reported herein have not been submitted to the individuals appearing before the committee for editing or corrections.

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CONTINUATION SHEET

MINUTES OF THE SENATE COMMITTEE ON ASSESSMENT AND TAXATION,

room 519-S, Statehouse, at 11:00 a.m./~~p.m.~~ on Thursday, March 1, 1990

tax credits for interest rate reduction for agricultural production loans; amending K.S.A. 79-1126 and 79-32,181 and repealing the existing sections.

Senator Lee made a motion to favorably pass SB600, 2nd by Senator Francisco. The motion carried.

Chairman Thiessen turned attention to SB602 and asked Don Hayward to explain the technical amendments to the committee members.

SB602:AN ACT concerning cities and counties; relating to the retailers' sales tax; amending K.S.A. 12-188 and K.S.A. 1989 Supp. 12-187, 12-189 and 12-191 and repealing the existing sections; also repealing K.S.A. 12-193.

Don Hayward said SB602 will allow the City of Rossville to enact a city retail sales tax and pledge the revenue for flood control contracts. There is language in the bill that changes the classes, and you have to be careful when you amend cities retail sales tax act, so you maintain uniformity, so you don't allow the chartering out by a city to put different rates than you prescribed by law, and that is what the technical amendments are in the bill.

After committee discussion, The Chairman recognized Senator Kerr.

Senator Fred Kerr moved to amend a "3 year window of opportunity to initiate the sales tax" into SB602, 2nd by Senator Martin. The motion carried.

Senator Petty moved to favorably pass SB602 as amended, 2nd by Senator Oleen. The motion carried.

Chairman Thiessen turned attention to SB657 and recognized Senator Montgomery.

SB657:AN ACT concerning the financing of county courthouse, jail or law enforcement facilities in Riley county; authorizing the imposition of a countywide retailers' sales tax for such purposes; amending K.S.A. 1989 Supp. 12-187 and repealing the existing section.

Senator Montgomery moved to amend SB657 to give Riley County the authority to use the 1¢ sales tax or bond proceeds for the construction or remodeling of a law enforcement facility, 2nd by Senator Oleen. The motion carried.

Senator Oleen made a motion to favorably pass SB657 as amended, 2nd by Senator Petty. The motion carried.

Chairman Thiessen turned attention to SB270.

SB270:AN ACT relating to coal; imposing a tax upon the generation of electricity from coal by electric public utilities; providing for the administration of such tax and the use of revenues derived therefrom.

Senator Martin move to amend SB270 from 5¢ per ton to 1¢ per ton, 2nd by Senator Karr. The motion carried.

Senator Martin moved to favorably pass SB270 as amended, 2nd by Senator Karr. The motion carried.

Chairman Thiessen adjourned the meeting at 11:51 p.m.