

Approved April 13, 1991
Date

MINUTES OF THE HOUSE COMMITTEE ON TAXATION

The meeting was called to order by Joan Wagnon at
Chairperson

9:10 a.m. ~~p.m.~~ on Wednesday, March 20, 1991 in room 519-S of the Capitol.

All members were present except:

Committee staff present:

Tom Severn & Chris Courtwright, Legislative Research;
Don Hayward & Bill Edds, Revisors;
Linda Frey, Committee Secretary & Douglas E. Johnston, aide

Conferees appearing before the committee:

Rep. Wagnon called the committee to order at 9:10 a.m. for discussion and possible action on bills previously heard.

Rep. Grotewiel made a motion to amend HB 2113 so that it will not go into effect until the passage of H.C.R. 5007 by a vote of the people. Rep. Welshimer seconded the motion. The motion carried.

Rep. Larkin made a motion to amend HB 2113 by adding a Subcommittee II list of service exemptions (attachment 1). Rep. Grotewiel seconded the motion.

Rep. Larkin stated in reply to a question that the items on the list marked by an asterisk had been identified by the Dept. of Revenue as services only partially taxed under current law and that therefore they were included in the motion even though they were not part of the Subcommittee II report.

After discussion on the motion, the Chair stated that amendments to the motion of Rep. Larkin would be in order.

Rep. Lowther made a motion to remove funeral service and crematories (SIC: 7261) from the motion of Rep. Larkin. Rep. Pottorff seconded the motion. On division, the motion carried with 11 for, 9 against.

Rep. Snowbarger made a motion to remove outdoor advertising services, adjustment and collection services, credit reporting services, building maintenance services, NEC; security systems services, business services, NEC; (SIC: 7312, 7322, 7323, 7349, 7382, 7389) from the motion of Rep. Larkin. Rep. Shore seconded the motion.

Rep. Snowbarger said the above stated services were not included in the original Subcommittee II motion because of concern about their impact on businesses.

Rep. Larkin requested the question be divided.

The first part of the motion to eliminate outdoor advertising services (billboards) (SIC: 7312) from the motion of Rep. Larkin carried.

Concern was voiced that failure to eliminate adjustment and collection services from the motion of Rep. Larkin would hurt small businesses and increase the fiscal note for the bill.

CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON TAXATION,
room 519-S, Statehouse, at 9:10 a.m./~~p.m.~~ on Wednesday, March 20, 1991

The second part of the motion to eliminate adjustment and collection services (SIC: 7322) from the motion of Rep. Larkin failed.

Concern was voiced that failure to eliminate credit reporting services from the motion of Rep. Larkin would hurt small businesses.

The third part of the motion to eliminate credit reporting services (SIC: 7323) from the motion of Rep. Larkin passed on division with 12 votes.

The fourth part of the motion to eliminate building maintenance services, NEC (SIC: 7349) from the motion of Rep. Larkin failed.

The fifth part of the motion to eliminate security systems services (SIC: 7382) from the motion of Rep. Larkin failed.

The sixth and last part of the motion to eliminate business services (SIC: 7389) from the motion of Rep. Larkin passed.

The committee recessed at 9:50 a.m. Rep. Wagnon reconvened the meeting at 5:15 p.m. for continued discussion and action on HB 2113.

Rep. Lowther made a motion to remove title insurance companies (SIC: 6361) from the list of taxable services. Rep. Grotewiel seconded the motion.

Rep. Vancrum moved to remove testing laboratories (SIC: 8734) from the motion of Rep. Larkin. Rep. Snowbarger seconded the motion.

After clarification of the testing done under the exemption, Rep. Vancrum withdrew his motion with consent of the second.

Rep. Smith made a motion to eliminate excavating and foundation work (SIC: 1794) from the motion of Rep. Larkin. Rep. Welshimer seconded the motion which carried.

Rep. Ensminger moved to amend the Larkin motion by eliminating counseling services (SIC: part of 7299). Rep. Larkin seconded the motion which carried.

Steve Stotts stated that the fiscal note for the amended motion of Rep. Larkin would be approximately \$22 million on an annual basis and \$14 million in the first year.

The motion of Rep. Larkin carried. Rep. Snowbarger voted no.

Rep. Wiard made a motion to amend HB 2113 to include a gross receipts tax on professional services of 1/2 of 1 percent. Rep. Grotewiel seconded the motion.

Rep. Wiard said the motion was necessary to maintain equity with all the sales tax exemptions eliminated in the bill. He said the fiscal note for his motion would be approximately \$13 million as opposed to \$114 million from a sales tax on services.

Stotts distributed a list of the services subject to Rep. Wiard's motion (attachment 2).

CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON TAXATION

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There was discussion regarding the implementation of the proposed tax, its effect on Kansas businesses and the existence of such a tax in the surrounding states. One representative stated his opposition to the tax because it would force taxpayers to pay the state before purchasing anything else. It was also noted that 13 other states had considered service taxes and of those, 11 rejected the proposal and Florida and Massachusetts which passed and then repealed such a tax. A large engineering firm in Kansas will leave if such a tax were implemented, according to one committee member.

After further discussion, the motion carried. Reps. Snowbarger, Vancrum, Lowther, Pottorff, Smith and Crowell voted no.

Rep. Welshimer made a motion to add a gross receipts tax on 900 phone number services at 4.25 percent. Rep. Grotewiel seconded the motion. The motion carried.

Rep. Glasscock made a motion to keep the exemption for lease or rental of mobile homes more than 28 days (3606 v). Rep. Charlton seconded the motion. The motion carried.

Rep. Krehbiel moved to reinstate the exemption for new and used farm machinery (3606 u) and manufacturers' machinery and equipment (3606 mm) and to insert a 1/4 cent sales tax increase. Rep. Harder seconded the motion.

Concern was voiced about the regressivity of an additional sales tax rate increase.

It was stated that the regressive nature of the sales tax rate increase was counterbalanced by the passage of HB 2031 which included corporate and personal income tax rate increases.

On division, the motion passed with 13 in favor. Reps. Reardon and Charlton voted no.

Chairman Wagnon made a motion to amend HB 2113 so that the vehicle assessment rate would decrease from 30% to 24%. Rep. Grotewiel seconded the motion.

Information regarding the motion was distributed to committee members (attachment 3) showing the fiscal note was approximately \$52 million. After discussion, the motion carried.

A fiscal note for HB 2113 was requested from the Dept. of Revenue. Further action was suspended on HB 2113.

The Chair opened discussion on H.C.R. 5007.

Rep. Adam presented a classification proposal to the committee (attachment 4). She said the proposal would provide relief to low income homeowners and small businesses. It would also reclaim the loss in valuation of machinery and equipment.

Concern was voiced that the \$5,000 residential exemption would significantly reduce the tax base in rural areas.

Rep. Adam moved to amend H.C.R. 5007 with the provisions of

CONTINUATION SHEET

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attachment 4. Rep. Grotewiel seconded the motion. The motion carried.

It was clarified that the motion just passed included language making enactment of HB 2113 subject to passage of H.C.R. 5007 by the Legislature and a vote of the people.

Rep. Adam made a motion to report H.C.R. 5007 favorably for passage, seconded by Rep. Reardon. The motion carried on division with 11 for and 6 against.

The committee adjourned at 7:56 p.m.

GUEST LIST

COMMITTEE: _____

Supation

DATE: _____

9:00 A.M.

3/20/91

NAME (PLEASE PRINT)	ADDRESS	COMPANY/ORGANIZATION
A ANDERSON	OTTAWA	MID CONT O & B
BUD GRANT	TOPEKA	KCC
George Goebel	Topoka	AARP OCTF-SIC
HAROLD PITTS	TOPEKA	AARPCETF
George Barbee	Topoka	Ks Consulting Engrs.
PATRICK J. HURLEY	TOPEKA	CESSVA
Jim MURKIN	TOPEKA	observer
Harriet Lange	Topoka	Ks Assn Broadcasters
Alan Steppat	Topoka	Pete Mcbill & Associates
Art Brown	KCMO	KS CPA Dealers
Barbara Butts	Topoka	Dept of Admin
DON LINDSEY	OSAWATOMIE	UTU
Bob Corkins	Topoka	KCCI
Tom Whitaker	Topoka	Ks Motor Carriers Assn
John Peterson	Tyrone	Benzen Busch
FRANCES KASTNER	Topoka	Ks Food Dealers Assn
Jerry Conrad	LAWRENCE	KGE
DENNY KOCH	TOPEKA	SW BELL
TREVA POTTER	"	PEOPLES NAT. GAS
JOHN McDONOUGH	LENEXA	CITIZEN
TRUDY ARON	TOPEKA	Amer Inst of ARCHITECTS
Shelley SUTTON	Topoka	Ks. Engineering Society
Paula J. May	Topoka	AT & T
BOB WELSHIMER	WICHITA	REBS GWEN WELSHIMER

GUEST LIST

COMMITTEE: _____

Topokan

DATE: _____

9:00 A.M.

3/20/91

NAME (PLEASE PRINT)	ADDRESS	COMPANY/ORGANIZATION
<i>Armin Samelson</i>	<i>Henston</i>	<i>Self</i>
<i>Brad Welch</i>	<i>Lakin</i>	<i>Kearny County</i>
<i>Kathy Olson-Wilson</i>	<i>Ulysses</i>	<i>Self</i>
<i>Ann Zajac</i>	<i>Ulysses</i>	<i>Hunt + Stanton Co.</i>
<i>John Luttjohann</i>	<i>Topeka</i>	<i>Foulston Siefkin</i>
<i>Kay Coles</i>	<i>Topeka</i>	<i>RNEA</i>
<i>Mark Tallman</i>	<i>Topeka</i>	<i>KASB</i>
<i>J. W. Wistar</i>	<i>"</i>	<i>KTCA</i>
<i>Floyd Reinken</i>	<i>Downs</i>	<i>Livestock Farming</i>
<i>Saegue Oates</i>	<i>Topeka</i>	<i>Kc. Ind. Auto Dealers Assoc.</i>
<i>Jan Ludwig</i>	<i>Topeka</i>	<i>KPL GAS SERVICE</i>
<i>Curt Carpenter</i>	<i>Great Bend</i>	<i>Centel</i>
<i>Dan Haas</i>	<i>Overland Park</i>	<i>KCPK</i>
<i>Carl Daugherty</i>	<i>Columbus</i>	<i>Empire District Electric</i>
<i>Cindy Hilpin</i>	<i>Topeka</i>	<i>Budget</i>
<i>LARRY MAGILL</i>	<i>"</i>	<i>IND. INS. AGENTS</i>
<i>Julio</i>	<i>"</i>	<i>Hein & Ebert</i>
<i>KAREN FRANIE</i>	<i>TOPEKA</i>	<i>KAR</i>
<i>Sara Coles</i>	<i>Kansas City</i>	<i>Greater KC Home Builders</i>

Sub-Committee II - Service Recommendations

Additional Suggestions

Services - Fiscal Impacts

All Caps: Sub-Committee Recommendations

Lower Case: Additional Suggestions

By Selected Standard Industrial Classification (SIC) Codes

(Dollars are in Millions)

SIC 1987	SERVICE INDUSTRY CLASSIFICATION	Services Current Status		Fiscal Year 1992 Taxed at 4.25%	
		Taxable	Exempt	Annual Fiscal Impact	First Year Fiscal Impact

A. AGRICULTURE, FORESTRY, AND FISHING

0742	VETERINARY SERVICES FOR ANIMAL SPECIALTIES		X		
0752	ANIMAL SPECIALTY SERVICES, EXCEPT VETERINARY	X	X		
0781 *	Landscape Counseling and Planning			X(2)	
0782 *	Lawn and Garden Services	X	X(2)		
0783 *	Ornamental Shrub and Tree Service	X	X(2)		

B. MINING

C. CONSTRUCTION

1794 * Excavating and Foundation Work

E. TRANSPORTATION AND PUBLIC UTILITIES

4225	GENERAL WAREHOUSING AND STORAGE		X	\$0.351	\$0.219
4226	SPECIAL WAREHOUSING AND STORAGE, NEC		X	\$1.362	\$0.852
4785	FIXED FACILITIES-INSPECTION & WEIGHING		X		
4952 *	Sewerage Systems		X		
4953 *	Refuse Systems		X		
4959 *	Sanitary Services, NEC		X		

F. WHOLESALE TRADE

G. RETAIL TRADE

HOUSE TAXATION
Attachment #1
03/20/91

Sub-Committee II - Service Recommendations

Additional Suggestions

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Lower Case: Additional Suggestions

By Selected Standard Industrial Classification (SIC) Codes

(Dollars are in Millions)

SIC 1987	SERVICE INDUSTRY CLASSIFICATION	Services		Fiscal Year 1992	
		Current Status		Taxed at 4.25%	
		Taxable	Exempt	Annual Fiscal Impact	First Year Fiscal Impact
<u>H. FINANCE, INSURANCE, AND REAL ESTATE</u>					
1972 SIC's					
6541	TITLE ABSTRACT OFFICES		X		
<u>I. SERVICES</u>					
7011	HOTELS AND MOTELS	X	X	\$0.406	\$0.254
7021	ROOMING AND BOARDING HOUSES		X	\$0.042	\$0.026
7032	SPORTING AND RECREATIONAL CAMPS		X	\$0.045	\$0.028
7033	RECREATIONAL VEHICLE PARKS AND CAMPSITES		X		
7041	ORGANIZATION HOTELS & LODGING, MEMBERSHIP		X	\$0.004	\$0.002
7211	POWER LAUNDRIES, FAMILY AND COMMER.	X		\$0.000	\$0.000
7212	GARMENT PRESS., & AGENTS FOR LAUN. & DRYCLN.	X			
7213	LINEN SERVICE	X		\$0.000	\$0.000
7215	COIN-OPERATED LAUNDRIES AND CLEANING		X	\$0.000	\$0.000
7216	DRY CLEANING PLANTS, EXCEPT RUG	X		\$0.000	\$0.000
7217	CARPET AND UPHOLSTERY CLEANING		X	\$0.398	\$0.249
7218	INDUSTRIAL LAUNDERERS	X		\$0.000	\$0.000
7219	LAUNDRY AND GARMENT SERVICES, NEC	X		\$0.000	\$0.000
7221	PHOTOGRAPHIC STUDIOS, PORTRAIT	X		\$0.000	\$0.000
7231	BEAUTY SHOPS		X	\$10.200	\$6.375
7241	BARBER SHOPS		X	\$0.465	\$0.291
7251	SHOE REPAIR AND SHOESHINE PARLORS	X		\$0.000	\$0.000
7261	FUNERAL SERVICE AND CREMATORIES	X	X(12)	\$1.898	\$1.186
7291	TAX RETURN PREPARATION SERVICES		X	\$0.513	\$0.320
7299	MISCELLANEOUS PERSONAL SERVICES, NEC	X	X	\$0.852	\$0.532
7312 *	Outdoor Advertising Services		X	\$0.241	\$0.151
7322 *	Adjustment and Collection Services		X	\$2.412	\$1.507
7323 *	Credit Reporting Services		X	\$2.320	\$1.450

Attachment 1-2

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By Selected Standard Industrial Classification (SIC) Codes

(Dollars are in Millions)

SIC 1987	SERVICE INDUSTRY CLASSIFICATION	Services Current Status		Fiscal Year 1992 Taxed at 4.25%	
		Taxable	Exempt	Annual Fiscal Impact	First Year Fiscal Impact
7349 *	Building Maintenance Services, NEC	X	X	\$2.993	\$1.871
7382 *	Security Systems Services		X	\$1.199	\$0.750
7389 *	Business Services, NEC	X	X	\$4.018	\$2.511
7513	TRUCK RENTAL AND LEASING, WITHOUT DRIVERS	X		\$0.000	\$0.000
7514	PASSENGER CAR RENTAL	X			
7515	PASSENGER CAR LEASING	X			
7519	UTILITY TRAILER AND REC. VEHICLE RENTAL	X			
7521	AUTOMOBILE PARKING		X	\$0.018	\$0.012
7532	TOP, BODY,& UPHOLS. REPAIR & PAINT SHOPS	X		\$0.000	\$0.000
7533	AUTOMOTIVE EXHAUST SYSTEM REPAIR SHOPS	X		\$0.000	
7534	TIRE RETREADING AND REPAIR SHOPS	X		\$0.000	
7536	AUTOMOTIVE GLASS REPLACEMENT SHOPS	X		\$0.000	
7537	AUTOMOTIVE TRANSMISSION REPAIR SHOPS	X		\$0.000	
7538	GENERAL AUTOMOTIVE REPAIR SHOPS	X		\$0.000	
7539	AUTOMOTIVE REPAIR SHOPS, NEC	X		\$0.000	
7542	CARWASHES	X		\$0.000	\$0.000
7549	AUTOMOTIVE SERVICES, NEC	X	X	\$0.647	\$0.404
7622	RADIO AND TELEVISION REPAIR	X			
7623	REFRIGERATION & AIR-CONDITIONING SERV.&REP.	X			
7629	ELECTRICAL & ELECTRONIC REPAIR, NEC	X			
7631	WATCH CLOCK AND JEWELRY	X			
7641	REUPHOLSTERY AND FURNITURE REPAIR	X			
7692	WELDING REPAIR	X	X	\$0.008	\$0.005
7694	ARMATURE REWINDING SHOPS	X	X	\$0.007	\$0.004
7699	REPAIR SHOPS AND RELATED SERVICES	X	X	\$0.057	\$0.036
7911	DANCE STUDIOS, SCHOOLS, AND HALLS		X(13)		
7922	PRODUCERS, ORCHESTRAS, ENTERTAINERS		X(13)		
7929	BANDS, ORCHESTRAS, ACTORS		X(13)	\$0.681	\$0.426
7933	BOWLING CENTERS	X		\$0.000	

Attachment 1-3

Sub-Committee II - Service Recommendations

Additional Suggestions

Services - Fiscal Impacts

All Caps: Sub-Committee Recommendations

Lower Case: Additional Suggestions

By Selected Standard Industrial Classification (SIC) Codes
(Dollars are in Millions)

SIC 1987	SERVICE INDUSTRY CLASSIFICATION	Services Current Status		Fiscal Year 1992 Taxed at 4.25%	
		Taxable	Exempt	Annual Fiscal Impact	First Year Fiscal Impact
7941	PROFESSIONAL SPORTS CLUBS AND PROMOTERS	X	X		
7948	RACING, INCLUDING TRACK OPERATION	X		\$0.000	
7991	PHYSICAL FITNESS FACILITIES	X		\$0.000	
7992	PUBLIC GOLF COURSES	X	X		
7993	COIN OPERATED AMUSEMENT DEVICES	X		\$0.000	
7996	AMUSEMENT PARKS	X		\$0.000	
7997	MEMBERSHIP SPORTS AND RECREATION CLUBS	X		\$0.000	
7999	AMUSEMENT AND RECREATION SERVICES, NEC	X		\$0.000	
8412	MUSEUMS AND ART GALLERIES	X			
8422	BOTANICAL AND ZOOLOGICAL GARDENS	X		\$0.000	
8734 *	Testing Laboritories		X		

I. PUBLIC ADMINISTRATION

K. NONCLASSIFIABLE ESTABLISHMENTS

GRAND TOTAL - ALL SERVICES

\$31.139

\$19.462

* Recommended Additions

Comments : For the most part, sales data used is from the appropriate 1987 Economic Census, Regional Data for Kansas, prepared by the Census. Where such data was not available, the Department's own data, reflecting exempt amounts, was used as the estimate for taxable sales. The Department's data was used extensively for Division A. Agriculture, and Division H. Finance.

Attachment 1-4

Sub-Committee II - Service Recommendations

Additional Suggestions

Services - Fiscal Impacts

All Caps: Sub-Committee Recommendations

Lower Case: Additional Suggestions

By Selected Standard Industrial Classification (SIC) Codes

(Dollars are in Millions)

SIC 1987	SERVICE INDUSTRY CLASSIFICATION	Services		Fiscal Year 1992 Taxed at 4.25%	
		Current Status		Annual Fiscal Impact	First Year Fiscal Impact
		Taxable	Exempt		

- (1) GROOMING TAXABLE - BOARDING, EXERCISING ARE EXEMPT
- (2) EXEMPT IF ORIGINAL CONST., SEE NOTICE RE. TO R.R. JANITOR SERVICE (ATTACHED)
- (3) SERVICE EXEMPT IF ORIGINAL CONST., WASHDOWN/REDRILL WOULD BE TAXABLE CONTRACTOR TAXABLE ON PURCHASE OF MATERIALS & SUPPLIES
- (4) SEWER CONST. EXEMPT FOR MUNICIPALITIES
- (5) EXCAVATION EXEMPT IF SEPARATELY STATED SEE BERNIE'S EXCAVATING DECISION
- (6) TAXABLE TO THE FINAL USER/CONSUMER, EXEMPT IF INGREDIENT OF COMPONENT PART
- (7) EXEMPT IF CONSUMED - HALL DIRECTORY CASE
- (8) ICC COMMON CARRIERS ARE EXEMPT ON PURCHASE OF ROLLING STOCK
- (9) TOW WOULD BE TAXABLE IF TAXABLE REPAIRS ARE DONE IN CONNECTION WITH TOWING
- (10) EXEMPT WHEN RENTED TO COMMON CARRIER
- (11) IRRIGATION EQUIPMENT FOR FARMERS EXEMPT
- (12) 50% OF FUNERAL DIRECTORS RECEIPTS SUBJECT TO TAX, SEE K.A.R. 92-19-15
- (13) ADMISSIONS ARE TAXABLE

Attachment 1-5

GROSS RECEIPTS TAX - FISCAL IMPACTS

BY SELECTED STANDARD INDUSTRIAL CLASSIFICATION (SIC) CODES

(Dollars are in Millions)

SIC 1987	SERVICE INDUSTRY CLASSIFICATION	Estimated FY '92 Gross Receipts	Fiscal Year 1992 Taxed at 0.50%	
			Annual Fiscal Impact	First Year Fiscal Impact
7300	BUSINESS SERVICES	\$783.10	\$3.916	\$3.263
7361	EMPLOYMENT AGENCIES	\$21.12	\$0.106	\$0.088
7363	HELP SUPPLY AGENCIES	\$339.18	\$1.696	\$1.413
7371	COMPUTER PROGRAMMING SERVICES	\$160.51	\$0.803	\$0.669
7373	COMPUTER INTEGRATED SYSTEMS DESIGN	\$156.37	\$0.782	\$0.652
7374	DATA PROCESSING AND PREPARATION	\$95.47	\$0.477	\$0.398
7375	INFORMATION RETRIEVAL SERVICES	\$0.00	\$0.000	\$0.000
7376	COMPUTER FACILITIES MANAGEMENT	\$10.47	\$0.052	\$0.044
8100	LEGAL SERVICES	\$592.94	\$2.965	\$2.471
8111	LEGAL SERVICES	\$592.94	\$2.965	\$2.471
8700	ENGINEERING & MANAGEMENT SERVICES	\$1,306.27	\$6.531	\$5.443
8711	ENGINEERING SERVICES	\$245.88	\$1.229	\$1.025
8712	ARCHITECTURAL SERVICES	\$64.82	\$0.324	\$0.270
8713	SURVEYING SERVICES	\$15.65	\$0.078	\$0.065
8721	ACCOUNTING, AUDITING, & BOOKKEEPING	\$261.53	\$1.308	\$1.090
8730	RESEARCH AND TESTING SERVICES	\$74.53	\$0.373	\$0.311
8731	COMMERCIAL PHYSICAL RESEARCH			
8732	COMMERCIAL NONPHYSICAL RESEARCH			
8733	NONCOMMERCIAL RESEARCH ORGANIZATIONS			
8734	TESTING LABORATORIES			
8740	MANAGEMENT AND PUBLIC RELATIONS	\$643.86	\$3.219	\$2.683
8741	MANAGEMENT SERVICES			
8742	MANAGEMENT CONSULTING SERVICES			
8743	PUBLIC RELATIONS SERVICES			
8744	FACILITIES SUPPORT SERVICES			
8748	BUSINESS CONSULTING, NEC			
GRAND TOTAL		\$2,682.318	\$13.412	\$11.176

Summary

Motor Vehicle Property Tax				Number	Percent	Accumulated	Accumulated
Class	Value Range			of Vehicles	of Total	Total	Percent Total
1	\$0	-	\$750	215,797	11.03%	215,797	11.03%
2	\$750	-	\$1,500	72,621	3.7111%	288,418	14.74%
3	\$1,500	-	\$2,250	81,619	4.1709%	370,037	18.91%
4	\$2,250	-	\$3,000	90,182	4.6085%	460,219	23.52%
5	\$3,000	-	\$3,750	100,036	5.1121%	560,255	28.63%
6	\$3,750	-	\$4,500	100,098	5.1152%	660,353	33.75%
7	\$4,500	-	\$5,250	89,648	4.5812%	750,001	38.33%
8	\$5,250	-	\$6,000	93,992	4.8032%	843,993	43.13%
9	\$6,000	-	\$7,000	191,524	9.7873%	1,035,517	52.92%
10	\$7,000	-	\$8,000	174,388	8.9116%	1,209,905	61.83%
11	\$8,000	-	\$9,000	187,966	9.6055%	1,397,871	71.43%
12	\$9,000	-	\$10,000	157,070	8.0266%	1,554,941	79.46%
13	\$10,000	-	\$11,000	105,025	5.3670%	1,659,966	84.83%
14	\$11,000	-	\$12,000	67,612	3.4551%	1,727,578	88.28%
15	\$12,000	-	\$13,000	66,038	3.3747%	1,793,616	91.66%
16	\$13,000	-	\$14,000	42,316	2.1624%	1,835,932	93.82%
17	\$14,000	-	\$16,000	54,203	2.7699%	1,890,135	96.59%
18	\$16,000	-	\$18,000	22,277	1.1384%	1,912,412	97.73%
19	\$18,000	-	\$20,000	14,341	0.7329%	1,926,753	98.46%
20	\$20,000	-	\$22,000	8,943	0.4570%	1,935,696	98.92%
21	\$22,000	-	\$24,000	8,981	0.4589%	1,944,677	99.38%
22	\$24,000	-	\$26,000	3,860	0.1973%	1,948,537	99.57%
23	\$26,000	-	\$28,000	2,639	0.1349%	1,951,176	99.71%
24	\$28,000	-	\$30,000	1,414	0.0723%	1,952,590	99.78%
25	\$30,000	-	\$32,000	1,073	0.0548%	1,953,663	99.84%
26	\$32,000	-	\$34,000	515	0.0263%	1,954,178	99.86%
27	\$34,000	-	\$36,000	642	0.0328%	1,954,820	99.90%
28	\$36,000	-	\$38,000	361	0.0184%	1,955,181	99.91%
29	\$38,000	-	\$40,000	238	0.0122%	1,955,419	99.93%
30	\$40,000	-	\$42,000	206	0.0105%	1,955,625	99.94%
31	\$42,000	-	\$44,000	389	0.0199%	1,956,014	99.96%
32	\$44,000	-	\$46,000	215	0.0110%	1,956,229	99.97%
33	\$46,000	-	\$48,000	128	0.0065%	1,956,357	99.97%
34	\$48,000	-	\$50,000	122	0.0062%	1,956,479	99.98%
35	\$50,000	-	\$52,000	124	0.0063%	1,956,603	99.99%
36	\$52,000	-	\$54,000	13	0.0007%	1,956,616	99.99%
37	\$54,000	-	\$56,000	16	0.0008%	1,956,632	99.99%
38	\$56,000	-	\$58,000	43	0.0022%	1,956,675	99.99%
39	\$58,000	-	\$60,000	39	0.0020%	1,956,714	99.99%
40	\$60,000	-	\$62,000	12	0.0006%	1,956,726	99.99%
41	\$62,000	-	\$64,000	18	0.0009%	1,956,744	99.99%
42	\$64,000	-	\$66,000	18	0.0009%	1,956,762	99.99%
43	\$66,000	-	\$68,000	8	0.0004%	1,956,770	100.00%
44	\$68,000	-	\$70,000	8	0.0004%	1,956,778	100.00%
45	\$70,000	-	\$72,000	6	0.0003%	1,956,784	100.00%
46	\$72,000	-	\$74,000	2	0.0001%	1,956,786	100.00%
47	\$74,000	-	\$76,000	5	0.0003%	1,956,791	100.00%
48	\$76,000	-	\$78,000	2	0.0001%	1,956,793	100.00%
49	\$78,000	-	\$80,000	1	0.0001%	1,956,794	100.00%
50	\$80,000		and above	72	0.0037%	1,956,866	100.00%
				1,956,866	100.0000%		

HOUSE TAXATION
Attachment #2
03/20/91

HOUSE TAXATION
Attachment #3
03/20/91

primary/est tax

Motor Vehicle Property Tax				Estimated	Percent	Accumulated	Accumulated
Class	Value Range			Tax	of Total	Total	Percent Total
1	\$0	-	\$750	\$2,589,564	1.20%	2,589,564	1.20%
2	\$750	-	\$1,500	\$879,056	0.4064%	3,468,620	1.60%
3	\$1,500	-	\$2,250	\$1,018,812	0.4710%	4,487,432	2.07%
4	\$2,250	-	\$3,000	\$1,395,695	0.6453%	5,883,127	2.72%
5	\$3,000	-	\$3,750	\$1,951,965	0.9024%	7,835,092	3.62%
6	\$3,750	-	\$4,500	\$2,393,306	1.1065%	10,228,398	4.73%
7	\$4,500	-	\$5,250	\$2,762,030	1.2769%	12,990,428	6.01%
8	\$5,250	-	\$6,000	\$4,907,835	2.2690%	17,898,263	8.27%
9	\$6,000	-	\$7,000	\$13,679,061	6.3240%	31,577,324	14.60%
10	\$7,000	-	\$8,000	\$17,283,511	7.9904%	48,860,835	22.59%
11	\$8,000	-	\$9,000	\$23,174,287	10.7138%	72,035,122	33.30%
12	\$9,000	-	\$10,000	\$25,363,681	11.7260%	97,398,803	45.03%
13	\$10,000	-	\$11,000	\$22,467,226	10.3869%	119,866,029	55.42%
14	\$11,000	-	\$12,000	\$16,824,153	7.7781%	136,690,182	63.19%
15	\$12,000	-	\$13,000	\$18,014,432	8.3284%	154,704,614	71.52%
16	\$13,000	-	\$14,000	\$12,522,909	5.7895%	167,227,523	77.31%
17	\$14,000	-	\$16,000	\$18,800,658	8.6918%	186,028,181	86.00%
18	\$16,000	-	\$18,000	\$7,794,125	3.6033%	193,822,306	89.61%
19	\$18,000	-	\$20,000	\$5,235,503	2.4205%	199,057,809	92.03%
20	\$20,000	-	\$22,000	\$3,938,464	1.8208%	202,996,273	93.85%
21	\$22,000	-	\$24,000	\$4,979,437	2.3021%	207,975,710	96.15%
22	\$24,000	-	\$26,000	\$2,288,747	1.0581%	210,264,457	97.21%
23	\$26,000	-	\$28,000	\$1,769,033	0.8179%	212,033,490	98.03%
24	\$28,000	-	\$30,000	\$877,990	0.4059%	212,911,480	98.43%
25	\$30,000	-	\$32,000	\$689,176	0.3186%	213,600,656	98.75%
26	\$32,000	-	\$34,000	\$316,765	0.1464%	213,917,421	98.90%
27	\$34,000	-	\$36,000	\$437,110	0.2021%	214,354,531	99.10%
28	\$36,000	-	\$38,000	\$267,778	0.1238%	214,622,309	99.22%
29	\$38,000	-	\$40,000	\$200,306	0.0926%	214,822,615	99.32%
30	\$40,000	-	\$42,000	\$171,019	0.0791%	214,993,634	99.39%
31	\$42,000	-	\$44,000	\$334,834	0.1548%	215,328,468	99.55%
32	\$44,000	-	\$46,000	\$157,148	0.0727%	215,485,616	99.62%
33	\$46,000	-	\$48,000	\$145,572	0.0673%	215,631,188	99.69%
34	\$48,000	-	\$50,000	\$123,108	0.0569%	215,754,296	99.75%
35	\$50,000	-	\$52,000	\$152,867	0.0707%	215,907,163	99.82%
36	\$52,000	-	\$54,000	\$16,990	0.0079%	215,924,153	99.83%
37	\$54,000	-	\$56,000	\$17,911	0.0083%	215,942,064	99.83%
38	\$56,000	-	\$58,000	\$60,314	0.0279%	216,002,378	99.86%
39	\$58,000	-	\$60,000	\$62,099	0.0287%	216,064,477	99.89%
40	\$60,000	-	\$62,000	\$23,402	0.0108%	216,087,879	99.90%
41	\$62,000	-	\$64,000	\$24,560	0.0114%	216,112,439	99.91%
42	\$64,000	-	\$66,000	\$30,265	0.0140%	216,142,704	99.93%
43	\$66,000	-	\$68,000	\$11,213	0.0052%	216,153,917	99.93%
44	\$68,000	-	\$70,000	\$15,062	0.0070%	216,168,979	99.94%
45	\$70,000	-	\$72,000	\$15,920	0.0074%	216,184,899	99.95%
46	\$72,000	-	\$74,000	\$2,326	0.0011%	216,187,225	99.95%
47	\$74,000	-	\$76,000	\$6,067	0.0028%	216,193,292	99.95%
48	\$76,000	-	\$78,000	\$3,041	0.0014%	216,196,333	99.95%
49	\$78,000	-	\$80,000	\$1,470	0.0007%	216,197,803	99.95%
50	\$80,000		and above	\$104,715	0.0484%	216,302,518	100.00%
				\$216,302,518	100.0000%		

(*Permanent* Classification for 1992 and thereafter)

Joan Adam (3/20/91)

	88 ASSESSED ACTUAL	% OF TOTAL	URBAN REAL ESTATE	90 ASSESSED ACTUAL (a)	% OF TOTAL	PROP RATIO	90 ASSESSED PROPOSED	% OF TOTAL
URBAN REAL ESTATE			URBAN REAL ESTATE					
ALL OTHER	2,491,767,058	21.94%	RESID MULTI-FAM	214,358,286	1.51%	12.00%	214,358,286	1.57%
VACANT LOTS	55,585,441	0.49%	RESID "SINGLE-FAM"	3,807,847,461	26.83%	11.50%	3,324,192,613 d	24.30%
COMMERCIAL AND INDUSTRIAL	1,123,448,429	9.89%	MOBILE HOME PARKS	12,218,656	0.09%	11.50%	11,709,545	0.09%
TOTAL URBAN REAL ESTATE	3,670,800,928	32.32%	VACANT LOTS	122,918,921	0.87%	16.04%	164,282,162 b	1.20%
RURAL REAL ESTATE			FRATERNAL BENEFIT	9,098,098	0.06%	12.00%	3,639,239	0.03%
HOME SITES/PLANNED SUB DIV	338,344,275	2.98%	COMM'L & INDUS	2,627,972,785	18.51%	23.00%	2,014,779,135	14.73%
SPOT COMMERCIAL	156,387,083	1.38%	AG IMPROVEMENTS	3,540,915	0.02%	25.00%	2,950,763	0.02%
AG IMPROVEMENTS	285,964,795	2.52%	AGRICULTURAL	6,086,423	0.04%	30.00%	6,086,423	0.04%
AG LAND	1,373,221,632	12.09%	TOTAL URBAN REAL ESTATE	6,804,041,545	47.93%		5,741,998,167	41.97%
TOTAL RURAL REAL ESTATE	2,153,917,785	18.97%	RURAL REAL ESTATE					
TANGIBLE PERSONAL PROPERTY			RESID MULTI-FAM	587,832	0.00%	12.00%	587,832	0.00%
GAS AND OIL	1,132,435,207	9.97%	RESID "SINGLE-FAM"	783,357,217	5.52%	11.50%	683,858,873 d	5.00%
BUSINESS MACHINERY & EQUIP	873,729,421	7.69%	MOBILE HOME PARKS	1,785,952	0.01%	11.50%	1,711,537	0.01%
ALL OTHER PERSONAL	322,915,490	2.84%	VACANT LOTS	21,729,961	0.15%	12.48%	22,590,467 b	0.17%
URBAN TANGIBLE PERSONAL			FRATERNAL BENEFIT	813,534	0.01%	12.00%	325,414	0.00%
GAS AND OIL			COMM'L & INDUS	325,769,974	2.30%	23.00%	249,756,980	1.83%
BUS MACH & EQ			AG IMPROVEMENTS	142,344,269	1.00%	25.00%	118,620,224	0.87%
ALL OTHER PERSONAL			AGRICULTURAL	1,416,202,028	9.98%	30.00%	1,416,202,028	10.35%
MOBILE HOMES			TOTAL RURAL REAL ESTATE	2,692,590,767	18.97%		2,493,653,356	18.23%
MOTOR VEHICLES			URBAN TANGIBLE PERSONAL					
TOTAL URBAN PERSONAL			GAS AND OIL	3,354,180	0.02%	30.00%	3,354,180	0.02%
RURAL TANGIBLE PERSONAL			BUS MACH & EQ	540,554,964	3.81%	30.00%	891,915,691 c	6.52%
GAS AND OIL			ALL OTHER PERSONAL	60,626,519	0.43%	30.00%	60,626,519	0.44%
BUS MACH & EQ			MOBILE HOMES	31,304,145	0.22%	11.50%	27,328,040 d	0.20%
ALL OTHER PERSONAL			MOTOR VEHICLES	49,943,291	0.35%	30.00%	49,943,291	0.37%
MOBILE HOMES			TOTAL URBAN PERSONAL	685,783,099	4.83%		1,033,167,721	7.55%
MOTOR VEHICLES			RURAL TANGIBLE PERSONAL					
TOTAL RURAL PERSONAL			GAS AND OIL	1,363,463,016	9.61%	30.00%	1,363,463,016	9.97%
EXEMPT PROPERTY			BUS MACH & EQ	217,701,586	1.53%	30.00%	359,207,617 c	2.63%
MERCHANTS INVENTORY	371,149,155	3.27%	ALL OTHER PERSONAL	40,925,565	0.29%	30.00%	40,925,565	0.30%
MANUFACTURERS INVENTORY	382,172,899	3.37%	MOBILE HOMES	17,284,849	0.12%	11.50%	15,089,409 d	0.11%
LIVESTOCK	115,669,322	1.02%	MOTOR VEHICLES	66,767,651	0.47%	30.00%	66,767,651	0.49%
TOTAL PERSONAL	3,198,071,494	28.16%	TOTAL RURAL PERSONAL	1,706,142,667	12.02%		1,845,453,258	13.49%
TOTAL STATE ASSESSED	2,333,823,827	20.55%	EXEMPT PROPERTY					
			MERCHANTS INVENTORY	0	0.00%	0.00%	0	0.00%
			MANUFACTURERS INV	0	0.00%	0.00%	0	0.00%
			LIVESTOCK	0	0.00%	0.00%	0	0.00%
			MOTOR VEH DEALERS INV	0	0.00%	0.00%	0	0.00%
			FARM MACHINERY	0	0.00%	0.00%	0	0.00%
			TOTAL EXEMPT PERSONAL	0	0.00%		0	0.00%
			TOTAL PERSONAL	2,391,925,766	16.85%		2,878,620,978	21.04%
			PUBLIC SERVICE CORP	2,185,794,977	15.40%	33.00%	2,404,374,475	17.57%
			UTILITY INVENTORY (a)	0	0.00%	33.00%	43,327,429	0.32%
			RAILROADS (a)	120,091,670	0.85%	25.00%	120,091,670	0.88%
			TOTAL STATE-ASSESSED (a)	2,305,886,647	16.24%		2,567,793,574	18.77%
TOTAL ASSESSED VALUATION	11,356,614,034	100.00%	TOTAL ASSESSED VALUATION (a)	14,194,444,725	100.00%		13,682,066,075	100.00%

a) Adjusted for util inv and rr settlement. b) Comm'l lots at 23 pct. c) 30 pct at 11-yr depreciation. d) \$5,000 exempt.

HOUSE TAXATION
Attachment #4
03/20/91

Reappraisal inspires ire

Commission hears homeowners' howls for relief

By FREDRICK JOHNSON
The Capital-Journal

Homeowners enraged about the latest round of reappraisal wasted no time putting the heat on Shawnee County commissioners.

And Shawnee County commissioners wasted no time passing some of the heat along to the Legislature.

Commissioners voted Tuesday to adopt a memorandum urging the Legislature to continue a moratorium on annual property reappraisals until it enacts meaningful property tax relief.

Property values assigned during first statewide reappraisal in 20 years went on the books in January 1989. A one-year moratorium on annual updates ordered by the 1990 Legislature has expired, however,

and homeowners are receiving notices of 1991 appraised values.

They aren't happy with the numbers and have been calling their commissioners to express their displeasure.

If the notices are an indication of what the reappraisal process has wrought, Commissioner Eric Rucker said, the Legislature should rethink the process because it is unfair to homeowners.

"If we don't call for continuation of the moratorium, we won't be doing our part to put the heat on the Legislature for meaningful reform," he said.

Commissioner Velma Paris declined to cast a vote on the issue, but Commission Chairwoman Winnie Kingman supported Rucker's call for continuation of the moratorium.

Kingman said she had fielded calls from angry homeowners and had discussed the issue with a state senator who had thought only one-fourth of the property in the county would be reappraised each year.

State law requires the county to reappraise all the property annually and physically inspect at least one-fourth of it.

Rucker and Kingman said the fact some legislators still didn't understand the ramifications of a law they passed four years ago was an indication they needed to reconsider their actions.

According to county appraiser Gary Smith, the increase in appraised market value of homes should average 2 percent to 3 percent, although the increase could be much higher in some cases.