

SESSION OF 2004

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2662

As Recommended by House Committee on
Taxation

Brief*

HB 2662 would provide that certain contractors who had entered into written agreements prior to July 1, 2003 – the effective date of the expansion of the local use tax base – to furnish tangible personal property to become part of completed improvements relative to the construction, reconstruction, restoration, replacement, repair, equipment or improvement of a bridge or highway, street, road, alley, sewer, sewage system, water line, or water system, would be entitled to an exemption from the local use tax if proof of the written agreements is submitted to the Director of Taxation prior to July 10, 2004.

Background

The bill does not have an impact on state receipts. Local use tax receipts could be reduced by a small but indeterminate amount.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>