



February 13, 2025

The Honorable Caryn Tyson, Chairperson
 Senate Committee on Assessment and Taxation
 300 SW 10th Avenue, Room 548-S
 Topeka, Kansas 66612

Dear Senator Tyson:

SUBJECT: Fiscal Note for SB 210 by Senate Committee on Assessment and Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning SB 210 is respectfully submitted to your committee.

SB 210 would provide a sales tax exemption for purchases made by the Johnson County Christmas Bureau Association for the purpose of providing food, clothing, cleaning supplies, personal care items, and other necessities to those in need and desiring assistance. The bill would also provide a sales tax exemption for any tangible personal property sold by or on behalf of the organization. The sales tax exemption would begin on July 1, 2025.

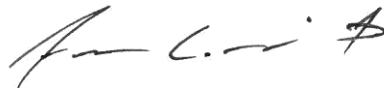
Estimated State Fiscal Effect			
	FY 2025	FY 2026	FY 2027
Expenditures			
State General Fund	--	\$1,340	--
Fee Fund(s)	--	--	--
Federal Fund	--	--	--
Total Expenditures	--	\$1,340	--
Revenues			
State General Fund	--	(\$14,000)	(\$14,000)
Fee Fund(s)	--	(3,000)	(3,000)
Federal Fund	--	--	--
Total Revenues	--	(\$17,000)	(\$17,000)
FTE Positions	--	--	--

The Department of Revenue estimates that SB 210 would decrease state revenues by \$17,000 in FY 2026. Of this amount, State General Fund revenues are estimated to decrease by \$14,000, while State Highway Fund revenues are estimated to decrease by \$3,000. The bill is also expected to decrease local sales tax revenues by approximately \$7,400 in FY 2026. The Department of Revenue indicates that this bill would have a similar fiscal effect in future fiscal years. According to the Department of Revenue, reissuing sales tax publications and issuing tax entity exemption certificates would cost \$1,340 from the State General Fund in FY 2026.

The Kansas Department of Transportation indicates that the bill would reduce revenues to the State Highway Fund as noted above. Any fiscal effect associated with SB 210 is not reflected in *The FY 2026 Governor's Budget Report*.

The Kansas Association of Counties and the League of Kansas Municipalities indicate that the bill would provide a net reduction to local sales tax collections that are used in part to finance local governments.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam C. Proffitt", with a stylized flourish at the end.

Adam C. Proffitt
Director of the Budget

cc: Lynn Robinson, Department of Revenue
Jay Hall, Kansas Association of Counties
Wendi Stark, League of Kansas Municipalities
Brendan Yorkey, Department of Transportation