

SESSION OF 2013

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2378

As Recommended by House Committee on
Taxation

Brief*

HB 2378 would clarify the “integrated plant” sales tax exemption to stipulate that it would include all equipment used in certain surface mining activities beginning from the time reclamation plans are filed to the acceptance of completed final site reclamations.

Background

Proponents, including the Kansas Aggregate Producers’ Association, said that it was their belief that the integrated plant exemption enacted in 2000 was intended to include surface mining.

The latest fiscal information from the Department of Revenue indicated that the bill would be expected to reduce receipts to the State General Fund (SGF) and State Highway Fund (SHF) as follows:

(\$ in millions)

	<u>SGF</u>	<u>SHF</u>	<u>Total</u>
FY 2014	\$ (0.979)	\$ (0.221)	\$ (1.200)
FY 2015	(1.016)	(0.229)	(1.245)
FY 2016	(1.054)	(0.238)	(1.292)
FY 2017	(1.093)	(0.247)	(1.340)
FY 2018	(1.134)	(0.256)	(1.390)
5-yr total	\$ (5.276)	\$ (1.191)	\$ (6.467)

*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>

