

REVISED
SESSION OF 2013

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2379

As Recommended by House Committee on
Taxation

Brief*

HB 2379 would provide a sales tax exemption for gold and silver bullion coins issued by the federal government, as well as a subtraction modification for income tax purposes relative to capital gains realized on the sale of such coins.

Additional language in the bill would deem all gold and silver bullion coins issued by the federal government as “legal tender” in Kansas; but also further would clarify that persons could not be compelled to accept them by other persons.

Background

The fiscal note from the Department of Revenue indicated that while the subtraction modification could not be quantified, the sales tax exemption 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	\$ 0.082	\$ 0.018	\$ 0.100
FY 2015	0.092	0.021	0.113
FY 2016	0.096	0.022	0.117
FY 2017	0.099	0.022	0.122
FY 2018	0.103	0.023	0.126
5-yr total	\$ 0.472	\$ 0.107	\$ 0.579

*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>