

February 3, 2016

The Honorable Marvin Kleebl, Chairperson  
House Committee on Taxation  
Statehouse, Room 185-N  
Topeka, Kansas 66612

Dear Representative Kleebl:

**SUBJECT:** Fiscal Note for HB 2496 by House Committee on Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2496 is respectfully submitted to your committee.

HB 2496 would allow county treasurers to calculate and collect estimated property taxes that are immediately due on personal property when the owner sells or transfers the personal property, but before the mill levy is certified. The estimated property taxes would be based on the county appraiser's latest assessed valuation multiplied by the current year's tax levy rate. The bill would allow for refunds to the depositing party, if the actual amount of taxes is less than the estimated collected. The bill would also require an additional payment from the current owner of record by December 20, if the estimated payment is insufficient to pay the actual taxes.

The Department of Revenue indicates passage of HB 2496 would have no fiscal effect on property tax revenues. The Kansas Association of Counties indicates the fiscal effect from the bill is unclear because it is not known if additional property taxes would be collected as a result of this new procedure or if additional staff time would be required to calculate and collect estimated property taxes. Additionally, staff time would also be required to track estimated and actual property taxes that are due, to issue refunds for overpayments or to collect additional taxes for underpayments.

Sincerely,



Shawn Sullivan,  
Director of the Budget

cc: Melissa Wangemann, Association of Counties  
Jack Smith, Department of Revenue