

KANSAS OFFICE of
REVISOR of STATUTES

LEGISLATURE of THE STATE of KANSAS
Legislative Attorneys transforming ideas into legislation.

300 SW TENTH AVENUE ■ SUITE 24-E ■ TOPEKA, KS 66612 ■ (785) 296-2321

MEMORANDUM

To: Madam Chair and Members of the Committee on Assessment and Taxation
From: The Office of Revisor of Statutes
Date: February 24, 2020
Subject: Senate Bill No. 328

Summary

Senate Bill No. 328 would exclude discounts and coupons from the sales or selling price for sales tax purposes. The bill, on pages 7-8, would amend the definition of “sales or selling price” in K.S.A. 79-3602(11), which is a definition section in the Kansas retailers’ sales tax act. Currently, the definition of “sales or selling price” includes consideration received by the seller from third parties if certain conditions are met such as the purchaser presents a coupon, certificate or other documentation to the seller to claim a price reduction or discount. The bill would strike this inclusion language in K.S.A. 79-3602(11)(2). Further, the bill would amend the exclusion provision currently in K.S.A. 79-3602(11)(3) to remove the requirement that discounts, including cash, term or coupons, must not be reimbursed by a third party in order to be excluded from the sales or selling price.

The bill would take effect from and after its publication in the statute book.