

January 22, 2019

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

Dear Representative Johnson:

SUBJECT: Fiscal Note for HB 2040 by House Committee on Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2040 is respectfully submitted to your committee.

HB 2040 would validate the election held in Finney County on November 7, 2017, that increased the countywide sales tax by 0.3 percent. The revenues from the tax would be used by Finney County and Garden City as agreed to in an interlocal agreement between the city and the county that was detailed in the ballot question approved by the voters. The countywide sales tax would expire after 15 years.

The Department of Revenue indicates that the local sales tax authority provisions of the bill would affect only local sales tax collections in Finney County and would have no fiscal effect on state revenues. The Department indicates that the administrative costs associated with implementing the provisions of the bill would be negligible and could be absorbed within existing resources.

Sincerely,



Larry L. Campbell
Director of the Budget

cc: Lynn Robinson, Department of Revenue
Chardae Caine, League of Municipalities
Jay Hall, Association of Counties