

**HOUSE BILL No. 2606**

By Committee on Appropriations

2-3

1 AN ACT concerning transfers from the state general fund; relating to the  
2 local ad valorem tax reduction fund, county and city revenue sharing  
3 fund and special city and county highway fund; amending K.S.A. 2021  
4 Supp. 79-2959, 79-2964 and 79-3425i and repealing the existing  
5 sections.  
6

7 *Be it enacted by the Legislature of the State of Kansas:*

8 Section 1. K.S.A. 2021 Supp. 79-2959 is hereby amended to read as  
9 follows: 79-2959. (a) There is hereby created the local ad valorem tax  
10 reduction fund. All moneys transferred or credited to such fund under the  
11 provisions of this act or any other law shall be apportioned and distributed  
12 in the manner provided herein.

13 (b) On January 15 and on July 15 of each year, the director of  
14 accounts and reports shall make transfers in equal amounts that in the  
15 aggregate equal 3.63% of the total retail sales and compensating taxes  
16 credited to the state general fund pursuant to articles 36 and 37 of chapter  
17 79 of the Kansas Statutes Annotated, and amendments thereto, during the  
18 preceding calendar year from the state general fund to the local ad valorem  
19 tax reduction fund, ~~except that: (1) No moneys shall be transferred from~~  
20 ~~the state general fund to the local ad valorem tax reduction fund during~~  
21 ~~state fiscal years 2021, 2022 and 2023; and (2) the amount of the transfer~~  
22 ~~on each such date shall be \$27,000,000 during fiscal year 2024 and all~~  
23 ~~fiscal years thereafter. All such transfers are subject to reduction under~~  
24 ~~K.S.A. 75-6704, and amendments thereto.~~ All transfers made in  
25 accordance with the provisions of this section shall be considered to be  
26 revenue transfers from the state general fund.

27 (c) The state treasurer shall apportion and pay the amounts transferred  
28 under subsection (b) to the several county treasurers on January 15 and on  
29 July 15 in each year as follows: (1) 65% of the amount to be distributed  
30 shall be apportioned on the basis of the population figures of the counties  
31 certified to the secretary of state pursuant to K.S.A. 11-201, and  
32 amendments thereto, on July 1 of the preceding year; and (2) 35% of such  
33 amount shall be apportioned on the basis of the equalized assessed tangible  
34 valuations on the tax rolls of the counties on November 1 of the preceding  
35 year as certified by the director of property valuation.

36 Sec. 2. K.S.A. 2021 Supp. 79-2964 is hereby amended to read as

1 follows: 79-2964. There is hereby created the county and city revenue  
2 sharing fund. All moneys transferred or credited to such fund under the  
3 provisions of this act or any other law shall be allocated and distributed in  
4 the manner provided herein. The director of accounts and reports in each  
5 year on July 15 and December 10, shall make transfers in equal amounts  
6 that in the aggregate equal 2.823% of the total retail sales and  
7 compensating taxes credited to the state general fund pursuant to articles  
8 36 and 37 of chapter 79 of the Kansas Statutes Annotated, and  
9 amendments thereto, during the preceding calendar year from the state  
10 general fund to the county and city revenue sharing fund, ~~except that no~~  
11 ~~moneys shall be transferred from the state general fund to the county and~~  
12 ~~city revenue sharing fund during state fiscal years 2021, 2022 and 2023.~~  
13 All such transfers are subject to reduction under K.S.A. 75-6704, and  
14 amendments thereto. All transfers made in accordance with the provisions  
15 of this section shall be considered to be demand transfers from the state  
16 general fund.

17 Sec. 3. K.S.A. 2021 Supp. 79-3425i is hereby amended to read as  
18 follows: 79-3425i. On January 15 and July 15 of each year, the director of  
19 accounts and reports shall transfer a sum equal to the total taxes collected  
20 under the provisions of K.S.A. 79-6a04 and 79-6a10, and amendments  
21 thereto, and annual commercial vehicle fees collected pursuant to K.S.A.  
22 2021 Supp. 8-143m, and amendments thereto, and credited to the state  
23 general fund during the six months next preceding the date of transfer,  
24 from the state general fund to the special city and county highway fund,  
25 created by K.S.A. 79-3425, and amendments thereto, except that: (1) Such  
26 transfers are subject to reduction under K.S.A. 75-6704, and amendments  
27 thereto; *and* (2) ~~no moneys shall be transferred from the state general fund~~  
28 ~~to the special city and county highway fund during state fiscal year 2021,~~  
29 ~~state fiscal year 2022 or state fiscal year 2023;~~ *and* (3) all transfers under  
30 this section shall be considered to be demand transfers from the state  
31 general fund.

32 Sec. 4. K.S.A. 2021 Supp. 79-2959, 79-2964 and 79-3425i are hereby  
33 repealed.

34 Sec. 5. This act shall take effect and be in force from and after its  
35 publication in the statute book.