

SESSION OF 2022

SUPPLEMENTAL NOTE ON SENATE BILL NO. 509

As Recommended by Senate Committee on
Assessment and Taxation

Brief*

SB 509 would provide for refunds of the state sales tax amounts paid on purchases to reconstruct or replace any residence, building, facility, structure, fixture, fence, or other improvement and any household appliance located therein that was damaged or destroyed by fire, flood, tornado, lightning, explosion, windstorm, ice loading and attendant winds, terrorism, or earthquake occurring on or after January 1, 2021.

The bill would require claims for refund to be submitted within three years of the date of the disaster causing the damage.

The bill would be in effect upon publication in the *Kansas Register*.

Background

The bill was introduced by the Senate Committee on Ways and Means at the request of Senator Billinger.

Senate Committee on Assessment and Taxation

In the Senate Committee hearing, **proponent** testimony was provided by Senator Billinger, stating the bill would provide tax relief to victims of December 15, 2021, wildfires

*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>

that resulted in the destruction of numerous buildings throughout Kansas. Written-only proponent testimony was provided by a representative of the Kansas Livestock Association.

No other testimony was provided.

Fiscal Information

According to the fiscal note prepared by the Division of the Budget on the bill, the Department of Revenue indicates it does not have sufficient information to estimate the fiscal impact on the bill, but enactment of the bill would reduce State General Fund receipts by an indeterminate amount. Any fiscal effect associated with the bill is not reflected in *The FY 2023 Governor's Budget Report*.

Taxation; sales tax; refund; natural disaster