

SESSION OF 2008

**SUPPLEMENTAL NOTE ON SENATE SUBSTITUTE
FOR SENATE SUB. FOR HOUSE BILL NO. 2422**

As Recommended by Senate Committee on
Assessment and Taxation

Brief*

Senate Sub. for Senate Sub. for HB 2422 would allow cities and counties that have created a Transportation Development District (TDD) to reduce or eliminate the amount of the annual installment of special assessments that is due in any year, if sufficient funds are derived from the TDD sales tax or from other money appropriated by the city or county to pay the annual debt service on TDD bonds issued under the Act.

The bill would provide for the expiration of any TDD sales tax when sufficient revenue to finance a project has been received. The bill would keep the current limitation that the tax expires upon the maturity of any TDD bond issued to finance a project.

The bill would require that any money received through the payment of special assessments be credited to a special fund which was created when the TDD formed.

Background

Proponents of the bill included Mike Shatto, KUTAK ROCK LLP; Mike Taylor, Unified Government of Wyandotte County; and Larry Baer, League of Kansas Municipalities. Written testimony was submitted by Erik Sartorius, City of Overland Park.

*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>

The original HB 2422 dealt with compensation for teachers at the state schools of the deaf and blind; the majority of that subject matter was passed in 2007 as part of HB 2310. On April 3, 2008, the Senate Committee on Assessment and Taxation replaced the contents of HB 2422 with the contents of SB 647, as per an agreement reached during the Tax Conference Committee on April 2, 2008.

The fiscal note on SB 647 indicates that the passage of the bill would have no fiscal effect on the state budget.