

SESSION OF 2008

**SUPPLEMENTAL NOTE ON
SENATE SUBSTITUTE FOR HOUSE BILL NO. 2440**

As Recommended by Senate Committee on
Assessment and Taxation

Brief*

Senate Sub. for HB 2440 would allow any city to accept debit cards, in addition to credit cards, for the payment of taxes, utility fees, or other services.

The city would be able to establish the type of credit or debit card accepted and may set a fee to any credit card transaction equal to the charge paid by the city for the use of the credit card by the person.

The bill would require the city imposing a fee for payments made by credit card to provide notice of such fee to the person making payment by credit card.

Background

Proponents of the bill included the League of Kansas Municipalities; the City of Lenexa; the Unified Government of Wyandotte County; and the City of Overland Park, which provided written testimony.

The original HB 2440 dealt with film production tax credits and most of the contents were passed in 2007 as part of HB 2004. On April 3, 2008, the Senate Assessment and Taxation Committee replaced the contents of HB 2440 with the subject matter of SB 675, as per an agreement reached during the Tax Conference Committee on April 2, 2008.

*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>

According to the fiscal note for the original bill, the League of Kansas Municipalities indicates that SB 675 would allow cities to recover the expenses that they incur for conducting credit card transactions.