

SESSION OF 2009

**SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2321**

As Amended by House Committee on  
Taxation

**Brief\***

HB 2321, as amended, would expand the definition of “political subdivision” within the sales tax law to include the Horsethief Reservoir Benefit District, effectively extending a sales tax exemption to purchases made by or on behalf of that entity.

**Background**

Proponents included Representative Pat George and the interim manager of the district.

The original bill would have provided for refunds of sales tax paid by the district on and after October 1, 2008. The House Tax Committee amended the bill at the suggestion of Rep. George to eliminate the refund provision; and to accelerate the effective date of the bill to publication in the *Kansas Register*.

A fiscal note provided by the Department of Revenue indicated that the bill would be expected to reduce receipts to the State General Fund (SGF) and State Highway Fund (SHF) as follows:

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\*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>

(\$ in millions)

	Total	SGF	SHF
FY 2010	(\$0.036)	(\$0.032)	(\$0.004)
FY 2011	(\$0.037)	(\$0.032)	(\$0.005)
FY 2012	(\$0.037)	(\$0.033)	(\$0.005)
FY 2013	(\$0.012)	(\$0.011)	(\$0.001)
FY 2014	(\$0.012)	(\$0.011)	(\$0.002)
<b>5-Year Total</b>	<b>(\$0.134)</b>	<b>(\$0.118)</b>	<b>(\$0.016)</b>