

**HOUSE BILL No. 2457**

By Committee on Taxation

3-13

1 AN ACT concerning taxation; relating to income tax; providing a 4.95%  
2 tax rate for individuals and decreasing the normal tax for corporations;  
3 discontinuing possible future corporate rate decreases as a result of  
4 agreements under the attracting powerful economic expansion program  
5 act; increasing the income limit to qualify for a subtraction  
6 modification for social security income; providing that all social  
7 security benefits qualify for the subtraction modification commencing  
8 in tax year 2026; increasing the Kansas standard deduction by a cost-  
9 of-living adjustment; discontinuing the food sales tax credit; relating to  
10 sales and compensating use tax; reducing the rate of tax on sales of  
11 food and food ingredients; relating to property tax; increasing the  
12 extent of exemption for residential property from the statewide school  
13 levy; relating to privilege tax rates; decreasing the surtax; amending  
14 K.S.A. 79-1107 and 79-1108 and K.S.A. 2022 Supp. 74-50,321, 79-  
15 201x, 79-32,110, 79-32,117, 79-32,119, 79-32,271, 79-3603, 79-3603d,  
16 79-3620, 79-3703 and 79-3710 and repealing the existing sections.

17

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

19 Section 1. K.S.A. 2022 Supp. 74-50,321 is hereby amended to read as  
20 follows: 74-50,321. (a) Commencing with fiscal year 2022, in any fiscal  
21 year that a qualified firm enters into an agreement with the secretary of  
22 commerce for the first time pursuant to K.S.A. 2022 Supp. 74-50,312, and  
23 amendments thereto, and commences construction on a qualified business  
24 facility under this act the secretary of commerce shall certify such fact to  
25 the secretary of revenue, the director of the budget and the director of  
26 legislative research. Such certification shall be made when such fact is  
27 known to the secretary, but in any event on or before June 30 of such fiscal  
28 year.

29 (b) Upon receipt of such certification, the secretary of revenue shall  
30 adjust the corporate income tax rate imposed pursuant to the provisions of  
31 K.S.A. 79-32,110, and amendments thereto, to go into effect for the next  
32 tax year by reducing the rate by 0.5%. The maximum reduction to be  
33 applied for one taxable year shall be 0.5% regardless of the number of  
34 eligible qualifying firms that may have satisfied the conditions of  
35 subsection (a).

36 (c) The rate reduction of 0.5% shall be applied to reduce the normal

1 tax on corporations imposed pursuant to K.S.A. 79-32,110, and  
2 amendments thereto, until reduced to 0%.

3 (d) The secretary of revenue shall report any reduction in corporate  
4 income tax rates pursuant to this section to the chairpersons of the senate  
5 standing committees on assessment and taxation and commerce, the  
6 chairpersons of the house of representatives standing committees on  
7 commerce, labor and economic development and taxation and the  
8 governor, and shall cause notice of any such reduction to be published in  
9 the Kansas register prior to September 15 of the calendar year immediately  
10 preceding the tax year in which such reduction takes effect.

11 (e) *The provisions of this section shall expire and have no effect on*  
12 *and after July 1, 2023.*

13 Sec. 2. K.S.A. 2022 Supp. 79-201x is hereby amended to read as  
14 follows: 79-201x. (a) For taxable year ~~2022~~ 2023, and all taxable years  
15 thereafter, the following described property, to the extent herein specified,  
16 shall be and is hereby exempt from the property tax levied pursuant to the  
17 provisions of K.S.A. 72-5142, and amendments thereto: Property used for  
18 residential purposes to the extent of ~~\$40,000~~ \$65,000 of its appraised  
19 valuation.

20 (b) For taxable year ~~2023~~ 2024, and all taxable years thereafter, the  
21 dollar amount of the extent of appraised valuation that is exempt pursuant  
22 to subsection (a) shall be adjusted to reflect the average percentage change  
23 in statewide residential valuation of all residential real property for the  
24 preceding 10 years. Such average percentage change shall not be less than  
25 zero. The director of property valuation shall calculate the average  
26 percentage change for purposes of this annual adjustment and calculate the  
27 dollar amount of the extent of appraised valuation that is exempt pursuant  
28 to this section each year.

29 Sec. 3. K.S.A. 79-1107 is hereby amended to read as follows: 79-  
30 1107. (a) Every national banking association and state bank located or  
31 doing business within the state shall pay to the state for the privilege of  
32 doing business within the state a tax according to or measured by its net  
33 income for the next preceding taxable year to be computed as provided in  
34 this act. Such tax shall consist of a normal tax and a surtax and shall be  
35 computed as follows:

36 ~~(a)~~(1) (A) For tax years prior to tax year 2022, the normal tax shall  
37 be an amount equal to ~~2.4%~~ 2.25% of such net income; and

38 (B) for tax year 2023, and all tax years thereafter, the normal tax  
39 shall be an amount equal to 1.625% of such net income; and

40 ~~(b)~~(2) the surtax shall be an amount equal to ~~2.8%~~ 2.125% of such  
41 net income in excess of \$25,000.

42 (b) The tax levied shall be in lieu of ad valorem taxes which might  
43 otherwise be imposed by the state or political subdivisions thereof upon

1 shares of capital stock or the intangible assets of national banking  
2 associations and state banks.

3 Sec. 4. K.S.A. 79-1108 is hereby amended to read as follows: 79-  
4 1108. (a) Every trust company and savings and loan association located or  
5 doing business within the state shall pay to the state for the privilege of  
6 doing business within the state a tax according to or measured by its net  
7 income for the next preceding taxable year to be computed as provided in  
8 this act. Such tax shall consist of a normal tax and a surtax and shall be  
9 computed as follows:

10 ~~(a)(1)~~ (A) For tax years prior to tax year 2022, the normal tax on  
11 every trust company and savings and loan association shall be an amount  
12 equal to ~~2.4%~~ 2.25% of such net income; and

13 (B) for tax year 2023, and all tax years thereafter, the normal tax on  
14 every trust company and savings and loan association shall be an amount  
15 equal to 1.61% of such net income;

16 ~~(b)(2)~~ the surtax on every trust company and savings and loan  
17 association shall be an amount equal to ~~2.4%~~ 2.25% of such net income in  
18 excess of \$25,000.

19 (b) The tax levied shall be in lieu of ad valorem taxes which might  
20 otherwise be imposed by the state or political subdivision thereof upon  
21 shares of capital stock or other intangible assets of trust companies and  
22 savings and loan associations.

23 Sec. 5. K.S.A. 2022 Supp. 79-32,110 is hereby amended to read as  
24 follows: 79-32,110. (a) *Resident individuals.* Except as otherwise provided  
25 by K.S.A. 79-3220(a), and amendments thereto, a tax is hereby imposed  
26 upon the Kansas taxable income of every resident individual, which tax  
27 shall be computed in accordance with the following tax schedules:

28 (1) *Married individuals filing joint returns.*

29 ~~(A) For tax year 2012:~~

If the taxable income is: _____	The tax is:
30 Not over \$30,000.....	3.5% of Kansas taxable income
31 Over \$30,000 but not over \$60,000.....	\$1,050 plus 6.25% of excess
32 _____	over \$30,000
33 Over \$60,000.....	\$2,925 plus 6.45% of excess
34 _____	over \$60,000

35 ~~(B) For tax year 2013:~~

If the taxable income is: _____	The tax is:
36 Not over \$30,000.....	3.0% of Kansas taxable income
37 Over \$30,000.....	\$900 plus 4.9% of excess over
38 _____	\$30,000

39 ~~(C) For tax year 2014:~~

If the taxable income is: _____	The tax is:
40 Not over \$30,000.....	2.7% of Kansas taxable income

1 Over \$30,000.....\$810 plus 4.8% of excess over  
 2 \_\_\_\_\_ \$30,000

3 (D) For tax years 2015 and 2016:

4 If the taxable income is: The tax is:  
 5 Not over \$30,000.....2.7% of Kansas taxable income  
 6 Over \$30,000.....\$810 plus 4.6% of excess over  
 7 \_\_\_\_\_ \$30,000

8 (E) For tax year 2017:

9 If the taxable income is: The tax is:  
 10 Not over \$30,000.....2.9% of Kansas taxable income  
 11 Over \$30,000 but not over \$60,000.....\$870 plus 4.9% of excess over  
 12 \_\_\_\_\_ \$30,000  
 13 Over \$60,000.....\$2,340 plus 5.2% of excess over  
 14 \_\_\_\_\_ \$60,000

15 (F) For tax years 2018, and all tax years thereafter through 2023:

16 If the taxable income is: The tax is:  
 17 Not over \$30,000.....3.1% of Kansas taxable income  
 18 Over \$30,000 but not over \$60,000.....\$930 plus 5.25% of excess  
 19 over \$30,000  
 20 Over \$60,000.....\$2,505 plus 5.7% of excess  
 21 over \$60,000

22 (2) All other individuals.

23 (A) For tax year 2012:

24 If the taxable income is: The tax is:  
 25 Not over \$15,000.....3.5% of Kansas taxable income  
 26 Over \$15,000 but not over \$30,000.....\$525 plus 6.25% of excess  
 27 over \$15,000  
 28 Over \$30,000.....\$1,462.50 plus 6.45% of excess  
 29 over \$30,000

30 (B) For tax year 2013:

31 If the taxable income is: The tax is:  
 32 Not over \$15,000.....3.0% of Kansas taxable income  
 33 Over \$15,000.....\$450 plus 4.9% of excess over  
 34 \_\_\_\_\_ \$15,000

35 (C) For tax year 2014:

36 If the taxable income is: The tax is:  
 37 Not over \$15,000.....2.7% of Kansas taxable income  
 38 Over \$15,000.....\$405 plus 4.8% of excess over  
 39 \_\_\_\_\_ \$15,000

40 (D) For tax years 2015 and 2016:

41 If the taxable income is: The tax is:  
 42 Not over \$15,000.....2.7% of Kansas taxable income  
 43 Over \$15,000.....\$405 plus 4.6% of excess over

1	_____	\$15,000
2	(E) For tax year 2017:	
3	If the taxable income is:	The tax is:
4	Not over \$15,000.....	2.9% of Kansas taxable income
5	Over \$15,000 but not over \$30,000.....	\$435 plus 4.9% of excess over
6	_____	\$15,000
7	Over \$30,000.....	\$1,170 plus 5.2% of excess over
8	_____	\$30,000

9	(F) For tax year 2018, and all tax years thereafter through 2023:	
10	If the taxable income is:	The tax is:
11	Not over \$15,000.....	3.1% of Kansas taxable income
12	Over \$15,000 but not over \$30,000.....	\$465 plus 5.25% of excess
13		over \$15,000
14	Over \$30,000.....	\$1,252.50 plus 5.7% of excess
15		over \$30,000

16

17 (3) All resident individuals. For tax year 2024, and all tax years

18 thereafter, for all individuals regardless of filing status, the tax shall be in

19 an amount equal to 4.95% of the Kansas taxable income that is in excess

20 of:

- 21 (A) \$11,250 for married individuals filing joint returns; and
- 22 (B) \$5,624 for all other individuals.

23 (b) Nonresident individuals. A tax is hereby imposed upon the Kansas

24 taxable income of every nonresident individual, which tax shall be an

25 amount equal to the tax computed under subsection (a) as if the

26 nonresident were a resident multiplied by the ratio of modified Kansas

27 source income to Kansas adjusted gross income.

28 (c) Corporations. A tax is hereby imposed upon the Kansas taxable

29 income of every corporation doing business within this state or deriving

30 income from sources within this state.

31 (1) For tax years prior to tax year 2023, such tax shall consist of a

32 normal tax and a surtax and shall be computed as follows unless otherwise

33 modified pursuant to K.S.A. 2022 Supp. 74-50,321, and amendments

34 thereto:

35 ~~(1)~~(A) The normal tax shall be in an amount equal to 4% of the

36 Kansas taxable income of such corporation; and

37 ~~(2)~~(B) The surtax shall be in an amount equal to 3% of the Kansas

38 taxable income of such corporation in excess of \$50,000.

39 (2) For tax year 2023, and all tax years thereafter, such tax shall

40 consist of a normal tax and a surtax and shall be computed as follows:

41 (A) The normal tax shall be in an amount equal to 3% of the Kansas

42 taxable income of such corporation; and

43 (B) the surtax shall be in an amount equal to 3% of the Kansas

1 *taxable income of such corporation in excess of \$50,000.*

2 (d) *Fiduciaries.* A tax is hereby imposed upon the Kansas taxable  
3 income of estates and trusts at the rates provided in subsection (a)(2)  
4 ~~hereof for tax years 2012 through 2023 and at the rate provided in~~  
5 ~~subsection (a)(3) for tax year 2024, and all tax years thereafter.~~

6 (e) Notwithstanding the provisions of subsections (a) and (b): ~~(1) For~~  
7 ~~tax years 2016 and 2017, married individuals filing joint returns with~~  
8 ~~taxable income of \$12,500 or less, and all other individuals with taxable~~  
9 ~~income of \$5,000 or less, shall have a tax liability of zero; and (2), for tax~~  
10 ~~year years 2018, and all tax years thereafter through 2023, married~~  
11 ~~individuals filing joint returns with taxable income of \$5,000 or less, and~~  
12 ~~all other individuals with taxable income of \$2,500 or less, shall have a tax~~  
13 ~~liability of zero.~~

14 ~~(f) No taxpayer shall be assessed penalties and interest arising from~~  
15 ~~the underpayment of taxes due to changes to the rates in subsection (a) that~~  
16 ~~became law on July 1, 2017, so long as such underpayment is rectified on~~  
17 ~~or before April 17, 2018.~~

18 Sec. 6. K.S.A. 2022 Supp. 79-32,117 is hereby amended to read as  
19 follows: 79-32,117. (a) The Kansas adjusted gross income of an individual  
20 means such individual's federal adjusted gross income for the taxable year,  
21 with the modifications specified in this section.

22 (b) There shall be added to federal adjusted gross income:

23 (i) Interest income less any related expenses directly incurred in the  
24 purchase of state or political subdivision obligations, to the extent that the  
25 same is not included in federal adjusted gross income, on obligations of  
26 any state or political subdivision thereof, but to the extent that interest  
27 income on obligations of this state or a political subdivision thereof issued  
28 prior to January 1, 1988, is specifically exempt from income tax under the  
29 laws of this state authorizing the issuance of such obligations, it shall be  
30 excluded from computation of Kansas adjusted gross income whether or  
31 not included in federal adjusted gross income. Interest income on  
32 obligations of this state or a political subdivision thereof issued after  
33 December 31, 1987, shall be excluded from computation of Kansas  
34 adjusted gross income whether or not included in federal adjusted gross  
35 income.

36 (ii) Taxes on or measured by income or fees or payments in lieu of  
37 income taxes imposed by this state or any other taxing jurisdiction to the  
38 extent deductible in determining federal adjusted gross income and not  
39 credited against federal income tax. This paragraph shall not apply to taxes  
40 imposed under the provisions of K.S.A. 79-1107 or 79-1108, and  
41 amendments thereto, for privilege tax year 1995, and all such years  
42 thereafter.

43 (iii) The federal net operating loss deduction, except that the federal

1 net operating loss deduction shall not be added to an individual's federal  
2 adjusted gross income for tax years beginning after December 31, 2016.

3 (iv) Federal income tax refunds received by the taxpayer if the  
4 deduction of the taxes being refunded resulted in a tax benefit for Kansas  
5 income tax purposes during a prior taxable year. Such refunds shall be  
6 included in income in the year actually received regardless of the method  
7 of accounting used by the taxpayer. For purposes hereof, a tax benefit shall  
8 be deemed to have resulted if the amount of the tax had been deducted in  
9 determining income subject to a Kansas income tax for a prior year  
10 regardless of the rate of taxation applied in such prior year to the Kansas  
11 taxable income, but only that portion of the refund shall be included as  
12 bears the same proportion to the total refund received as the federal taxes  
13 deducted in the year to which such refund is attributable bears to the total  
14 federal income taxes paid for such year. For purposes of the foregoing  
15 sentence, federal taxes shall be considered to have been deducted only to  
16 the extent such deduction does not reduce Kansas taxable income below  
17 zero.

18 (v) The amount of any depreciation deduction or business expense  
19 deduction claimed on the taxpayer's federal income tax return for any  
20 capital expenditure in making any building or facility accessible to the  
21 handicapped, for which expenditure the taxpayer claimed the credit  
22 allowed by K.S.A. 79-32,177, and amendments thereto.

23 (vi) Any amount of designated employee contributions picked up by  
24 an employer pursuant to K.S.A. 12-5005, 20-2603, 74-4919 and 74-4965,  
25 and amendments thereto.

26 (vii) The amount of any charitable contribution made to the extent the  
27 same is claimed as the basis for the credit allowed pursuant to K.S.A. 79-  
28 32,196, and amendments thereto.

29 (viii) The amount of any costs incurred for improvements to a swine  
30 facility, claimed for deduction in determining federal adjusted gross  
31 income, to the extent the same is claimed as the basis for any credit  
32 allowed pursuant to K.S.A. 79-32,204, and amendments thereto.

33 (ix) The amount of any ad valorem taxes and assessments paid and  
34 the amount of any costs incurred for habitat management or construction  
35 and maintenance of improvements on real property, claimed for deduction  
36 in determining federal adjusted gross income, to the extent the same is  
37 claimed as the basis for any credit allowed pursuant to K.S.A. 79-32,203,  
38 and amendments thereto.

39 (x) Amounts received as nonqualified withdrawals, as defined by  
40 K.S.A. 75-643, and amendments thereto, if, at the time of contribution to a  
41 family postsecondary education savings account, such amounts were  
42 subtracted from the federal adjusted gross income pursuant to K.S.A. 79-  
43 32,117(c)(xv), and amendments thereto, or if such amounts are not already

1 included in the federal adjusted gross income.

2 (xi) The amount of any contribution made to the same extent the  
3 same is claimed as the basis for the credit allowed pursuant to K.S.A. 74-  
4 50,154, and amendments thereto.

5 (xii) For taxable years commencing after December 31, 2004,  
6 amounts received as withdrawals not in accordance with the provisions of  
7 K.S.A. 74-50,204, and amendments thereto, if, at the time of contribution  
8 to an individual development account, such amounts were subtracted from  
9 the federal adjusted gross income pursuant to subsection (c)(xiii), or if  
10 such amounts are not already included in the federal adjusted gross  
11 income.

12 (xiii) The amount of any expenditures claimed for deduction in  
13 determining federal adjusted gross income, to the extent the same is  
14 claimed as the basis for any credit allowed pursuant to K.S.A. 79-32,217  
15 through 79-32,220 or 79-32,222, and amendments thereto.

16 (xiv) The amount of any amortization deduction claimed in  
17 determining federal adjusted gross income to the extent the same is  
18 claimed for deduction pursuant to K.S.A. 79-32,221, and amendments  
19 thereto.

20 (xv) The amount of any expenditures claimed for deduction in  
21 determining federal adjusted gross income, to the extent the same is  
22 claimed as the basis for any credit allowed pursuant to K.S.A. 79-32,223  
23 through 79-32,226, 79-32,228 through 79-32,231, 79-32,233 through 79-  
24 32,236, 79-32,238 through 79-32,241, 79-32,245 through 79-32,248 or 79-  
25 32,251 through 79-32,254, and amendments thereto.

26 (xvi) The amount of any amortization deduction claimed in  
27 determining federal adjusted gross income to the extent the same is  
28 claimed for deduction pursuant to K.S.A. 79-32,227, 79-32,232, 79-  
29 32,237, 79-32,249, 79-32,250 or 79-32,255, and amendments thereto.

30 (xvii) The amount of any amortization deduction claimed in  
31 determining federal adjusted gross income to the extent the same is  
32 claimed for deduction pursuant to K.S.A. 79-32,256, and amendments  
33 thereto.

34 (xviii) For taxable years commencing after December 31, 2006, the  
35 amount of any ad valorem or property taxes and assessments paid to a state  
36 other than Kansas or local government located in a state other than Kansas  
37 by a taxpayer who resides in a state other than Kansas, when the law of  
38 such state does not allow a resident of Kansas who earns income in such  
39 other state to claim a deduction for ad valorem or property taxes or  
40 assessments paid to a political subdivision of the state of Kansas in  
41 determining taxable income for income tax purposes in such other state, to  
42 the extent that such taxes and assessments are claimed as an itemized  
43 deduction for federal income tax purposes.

1 (xix) For taxable years beginning after December 31, 2012, and  
2 ending before January 1, 2017, the amount of any: (1) Loss from business  
3 as determined under the federal internal revenue code and reported from  
4 schedule C and on line 12 of the taxpayer's form 1040 federal individual  
5 income tax return; (2) loss from rental real estate, royalties, partnerships, S  
6 corporations, except those with wholly owned subsidiaries subject to the  
7 Kansas privilege tax, estates, trusts, residual interest in real estate  
8 mortgage investment conduits and net farm rental as determined under the  
9 federal internal revenue code and reported from schedule E and on line 17  
10 of the taxpayer's form 1040 federal individual income tax return; and (3)  
11 farm loss as determined under the federal internal revenue code and  
12 reported from schedule F and on line 18 of the taxpayer's form 1040  
13 federal income tax return; all to the extent deducted or subtracted in  
14 determining the taxpayer's federal adjusted gross income. For purposes of  
15 this subsection, references to the federal form 1040 and federal schedule  
16 C, schedule E, and schedule F, shall be to such form and schedules as they  
17 existed for tax year 2011, and as revised thereafter by the internal revenue  
18 service.

19 (xx) For taxable years beginning after December 31, 2012, and  
20 ending before January 1, 2017, the amount of any deduction for self-  
21 employment taxes under section 164(f) of the federal internal revenue  
22 code as in effect on January 1, 2012, and amendments thereto, in  
23 determining the federal adjusted gross income of an individual taxpayer, to  
24 the extent the deduction is attributable to income reported on schedule C,  
25 E or F and on line 12, 17 or 18 of the taxpayer's form 1040 federal income  
26 tax return.

27 (xxi) For taxable years beginning after December 31, 2012, and  
28 ending before January 1, 2017, the amount of any deduction for pension,  
29 profit sharing, and annuity plans of self-employed individuals under  
30 section 62(a)(6) of the federal internal revenue code as in effect on January  
31 1, 2012, and amendments thereto, in determining the federal adjusted gross  
32 income of an individual taxpayer.

33 (xxii) For taxable years beginning after December 31, 2012, and  
34 ending before January 1, 2017, the amount of any deduction for health  
35 insurance under section 162(l) of the federal internal revenue code as in  
36 effect on January 1, 2012, and amendments thereto, in determining the  
37 federal adjusted gross income of an individual taxpayer.

38 (xxiii) For taxable years beginning after December 31, 2012, and  
39 ending before January 1, 2017, the amount of any deduction for domestic  
40 production activities under section 199 of the federal internal revenue code  
41 as in effect on January 1, 2012, and amendments thereto, in determining  
42 the federal adjusted gross income of an individual taxpayer.

43 (xxiv) For taxable years commencing after December 31, 2013, that

1 portion of the amount of any expenditure deduction claimed in  
2 determining federal adjusted gross income for expenses paid for medical  
3 care of the taxpayer or the taxpayer's spouse or dependents when such  
4 expenses were paid or incurred for an abortion, or for a health benefit plan,  
5 as defined in K.S.A. 65-6731, and amendments thereto, for the purchase of  
6 an optional rider for coverage of abortion in accordance with K.S.A. 40-  
7 2,190, and amendments thereto, to the extent that such taxes and  
8 assessments are claimed as an itemized deduction for federal income tax  
9 purposes.

10 (xxv) For taxable years commencing after December 31, 2013, that  
11 portion of the amount of any expenditure deduction claimed in  
12 determining federal adjusted gross income for expenses paid by a taxpayer  
13 for health care when such expenses were paid or incurred for abortion  
14 coverage, a health benefit plan, as defined in K.S.A. 65-6731, and  
15 amendments thereto, when such expenses were paid or incurred for  
16 abortion coverage or amounts contributed to health savings accounts for  
17 such taxpayer's employees for the purchase of an optional rider for  
18 coverage of abortion in accordance with K.S.A. 40-2,190, and  
19 amendments thereto, to the extent that such taxes and assessments are  
20 claimed as a deduction for federal income tax purposes.

21 (xxvi) For all taxable years beginning after December 31, 2016, the  
22 amount of any charitable contribution made to the extent the same is  
23 claimed as the basis for the credit allowed pursuant to K.S.A. 72-4357, and  
24 amendments thereto, and is also claimed as an itemized deduction for  
25 federal income tax purposes.

26 (xxvii) For all taxable years commencing after December 31, 2020,  
27 the amount deducted by reason of a carryforward of disallowed business  
28 interest pursuant to section 163(j) of the federal internal revenue code of  
29 1986, as in effect on January 1, 2018.

30 (xxviii) For all taxable years beginning after December 31, 2021, the  
31 amount of any contributions to, or earnings from, a first-time home buyer  
32 savings account if distributions from the account were not used to pay for  
33 expenses or transactions authorized pursuant to K.S.A. 2022 Supp. 58-  
34 4904, and amendments thereto, or were not held for the minimum length  
35 of time required pursuant to K.S.A. 2022 Supp. 58-4904, and amendments  
36 thereto. Contributions to, or earnings from, such account shall also include  
37 any amount resulting from the account holder not designating a surviving  
38 transfer on death beneficiary pursuant to K.S.A. 2022 Supp. 58-4904(e),  
39 and amendments thereto.

40 (c) There shall be subtracted from federal adjusted gross income:

41 (i) Interest or dividend income on obligations or securities of any  
42 authority, commission or instrumentality of the United States and its  
43 possessions less any related expenses directly incurred in the purchase of

1 such obligations or securities, to the extent included in federal adjusted  
2 gross income but exempt from state income taxes under the laws of the  
3 United States.

4 (ii) Any amounts received which are included in federal adjusted  
5 gross income but which are specifically exempt from Kansas income  
6 taxation under the laws of the state of Kansas.

7 (iii) The portion of any gain or loss from the sale or other disposition  
8 of property having a higher adjusted basis for Kansas income tax purposes  
9 than for federal income tax purposes on the date such property was sold or  
10 disposed of in a transaction in which gain or loss was recognized for  
11 purposes of federal income tax that does not exceed such difference in  
12 basis, but if a gain is considered a long-term capital gain for federal  
13 income tax purposes, the modification shall be limited to that portion of  
14 such gain which is included in federal adjusted gross income.

15 (iv) The amount necessary to prevent the taxation under this act of  
16 any annuity or other amount of income or gain which was properly  
17 included in income or gain and was taxed under the laws of this state for a  
18 taxable year prior to the effective date of this act, as amended, to the  
19 taxpayer, or to a decedent by reason of whose death the taxpayer acquired  
20 the right to receive the income or gain, or to a trust or estate from which  
21 the taxpayer received the income or gain.

22 (v) The amount of any refund or credit for overpayment of taxes on  
23 or measured by income or fees or payments in lieu of income taxes  
24 imposed by this state, or any taxing jurisdiction, to the extent included in  
25 gross income for federal income tax purposes.

26 (vi) Accumulation distributions received by a taxpayer as a  
27 beneficiary of a trust to the extent that the same are included in federal  
28 adjusted gross income.

29 (vii) Amounts received as annuities under the federal civil service  
30 retirement system from the civil service retirement and disability fund and  
31 other amounts received as retirement benefits in whatever form which  
32 were earned for being employed by the federal government or for service  
33 in the armed forces of the United States.

34 (viii) Amounts received by retired railroad employees as a  
35 supplemental annuity under the provisions of 45 U.S.C. §§ 228b(a) and  
36 228c(a)(1) et seq.

37 (ix) Amounts received by retired employees of a city and by retired  
38 employees of any board of such city as retirement allowances pursuant to  
39 K.S.A. 13-14,106, and amendments thereto, or pursuant to any charter  
40 ordinance exempting a city from the provisions of K.S.A. 13-14,106, and  
41 amendments thereto.

42 (x) For taxable years beginning after December 31, 1976, the amount  
43 of the federal tentative jobs tax credit disallowance under the provisions of

1 26 U.S.C. § 280C. For taxable years ending after December 31, 1978, the  
2 amount of the targeted jobs tax credit and work incentive credit  
3 disallowances under 26 U.S.C. § 280C.

4 (xi) For taxable years beginning after December 31, 1986, dividend  
5 income on stock issued by Kansas venture capital, inc.

6 (xii) For taxable years beginning after December 31, 1989, amounts  
7 received by retired employees of a board of public utilities as pension and  
8 retirement benefits pursuant to K.S.A. 13-1246, 13-1246a and 13-1249,  
9 and amendments thereto.

10 (xiii) For taxable years beginning after December 31, 2004, amounts  
11 contributed to and the amount of income earned on contributions deposited  
12 to an individual development account under K.S.A. 74-50,201 et seq., and  
13 amendments thereto.

14 (xiv) For all taxable years commencing after December 31, 1996, that  
15 portion of any income of a bank organized under the laws of this state or  
16 any other state, a national banking association organized under the laws of  
17 the United States, an association organized under the savings and loan  
18 code of this state or any other state, or a federal savings association  
19 organized under the laws of the United States, for which an election as an  
20 S corporation under subchapter S of the federal internal revenue code is in  
21 effect, which accrues to the taxpayer who is a stockholder of such  
22 corporation and which is not distributed to the stockholders as dividends of  
23 the corporation. For taxable years beginning after December 31, 2012, and  
24 ending before January 1, 2017, the amount of modification under this  
25 subsection shall exclude the portion of income or loss reported on schedule  
26 E and included on line 17 of the taxpayer's form 1040 federal individual  
27 income tax return.

28 (xv) For all taxable years beginning after December 31, 2017, the  
29 cumulative amounts not exceeding \$3,000, or \$6,000 for a married couple  
30 filing a joint return, for each designated beneficiary that are contributed to:  
31 (1) A family postsecondary education savings account established under  
32 the Kansas postsecondary education savings program or a qualified tuition  
33 program established and maintained by another state or agency or  
34 instrumentality thereof pursuant to section 529 of the internal revenue  
35 code of 1986, as amended, for the purpose of paying the qualified higher  
36 education expenses of a designated beneficiary; or (2) an achieving a  
37 better life experience (ABLE) account established under the Kansas ABLE  
38 savings program or a qualified ABLE program established and maintained  
39 by another state or agency or instrumentality thereof pursuant to section  
40 529A of the internal revenue code of 1986, as amended, for the purpose of  
41 saving private funds to support an individual with a disability. The terms  
42 and phrases used in this paragraph shall have the meaning respectively  
43 ascribed thereto by the provisions of K.S.A. 75-643 and 75-652, and

1 amendments thereto, and the provisions of such sections are hereby  
2 incorporated by reference for all purposes thereof.

3 (xvi) For all taxable years beginning after December 31, 2004,  
4 amounts received by taxpayers who are or were members of the armed  
5 forces of the United States, including service in the Kansas army and air  
6 national guard, as a recruitment, sign up or retention bonus received by  
7 such taxpayer as an incentive to join, enlist or remain in the armed services  
8 of the United States, including service in the Kansas army and air national  
9 guard, and amounts received for repayment of educational or student loans  
10 incurred by or obligated to such taxpayer and received by such taxpayer as  
11 a result of such taxpayer's service in the armed forces of the United States,  
12 including service in the Kansas army and air national guard.

13 (xvii) For all taxable years beginning after December 31, 2004,  
14 amounts received by taxpayers who are eligible members of the Kansas  
15 army and air national guard as a reimbursement pursuant to K.S.A. 48-  
16 281, and amendments thereto, and amounts received for death benefits  
17 pursuant to K.S.A. 48-282, and amendments thereto, to the extent that  
18 such death benefits are included in federal adjusted gross income of the  
19 taxpayer.

20 ~~(xviii) For the taxable year beginning after December 31, 2006,~~  
21 ~~amounts received as benefits under the federal social security act which~~  
22 ~~are included in federal adjusted gross income of a taxpayer with federal~~  
23 ~~adjusted gross income of \$50,000 or less, whether such taxpayer's filing~~  
24 ~~status is single, head of household, married filing separate or married filing~~  
25 ~~jointly; and (A) For all taxable years beginning after December 31, 2007,~~

26 ~~and ending before January 1, 2026,~~ amounts received as benefits under the  
27 federal social security act which are included in federal adjusted gross  
28 income of a taxpayer with federal adjusted gross income of \$75,000 or  
29 less, whether such taxpayer's filing status is single, head of household,  
30 married filing separate or married filing jointly.

31 *(B) For the taxable year beginning after December 31, 2022, and*  
32 *ending before January 1, 2024, a portion of amounts received as benefits*  
33 *under the federal social security act that are included in federal adjusted*  
34 *gross income of a taxpayer with federal adjusted gross income greater*  
35 *than \$75,000 and less than \$125,000, whether that taxpayer's filing status*  
36 *is single, head of household, married filing separate or married filing*  
37 *jointly, calculated as follows:*

38 *(1) Subtract an amount equal to the federal adjusted gross income of*  
39 *that taxpayer from 125,000 (the result must be greater than zero);*

40 *(2) divide the result of subparagraph (B)(1) by 50,000; and*

41 *(3) multiply the result of subparagraph (B)(2) by the amount in*  
42 *dollars received as benefits under the federal social security act that are*  
43 *included in federal adjusted gross income of that taxpayer to determine*

1 *the modification pursuant to this subparagraph.*

2 (C) *For the taxable year beginning after December 31, 2023, and*  
3 *ending before January 1, 2025, a portion of amounts received as benefits*  
4 *under the federal social security act that are included in federal adjusted*  
5 *gross income of a taxpayer with federal adjusted gross income greater*  
6 *than \$75,000 and less than \$175,000, whether that taxpayer's filing status*  
7 *is single, head of household, married filing separate or married filing*  
8 *jointly, calculated as follows:*

9 (1) *Subtract an amount equal to the federal adjusted gross income of*  
10 *that taxpayer from 175,000 (the result must be greater than zero);*

11 (2) *divide the result of subparagraph (C)(1) by 100,000; and*

12 (3) *multiply the result of subparagraph (C)(2) by the amount in*  
13 *dollars received as benefits under the federal social security act that are*  
14 *included in federal adjusted gross income of that taxpayer to determine*  
15 *the modification pursuant to this subparagraph.*

16 (D) *For the taxable year beginning after December 31, 2024, and*  
17 *ending before January 1, 2026, a portion of amounts received as benefits*  
18 *under the federal social security act that are included in federal adjusted*  
19 *gross income of a taxpayer with federal adjusted gross income greater*  
20 *than \$75,000 and less than \$275,000, whether that taxpayer's filing status*  
21 *is single, head of household, married filing separate or married filing*  
22 *jointly, calculated as follows:*

23 (1) *Subtract an amount equal to the federal adjusted gross income of*  
24 *that taxpayer from 275,000 (the result must be greater than zero);*

25 (2) *divide the result of subparagraph (D)(1) by 200,000; and*

26 (3) *multiply the result of subparagraph (D)(2) by the amount in*  
27 *dollars received as benefits under the federal social security act that are*  
28 *included in federal adjusted gross income of that taxpayer to determine*  
29 *the modification pursuant to this subparagraph.*

30 (E) *For all taxable years beginning after December 31, 2025,*  
31 *amounts received as benefits under the federal social security act that are*  
32 *included in federal adjusted gross income of a taxpayer.*

33 (xix) *Amounts received by retired employees of Washburn university*  
34 *as retirement and pension benefits under the university's retirement plan.*

35 (xx) *For taxable years beginning after December 31, 2012, and*  
36 *ending before January 1, 2017, the amount of any: (1) Net profit from*  
37 *business as determined under the federal internal revenue code and*  
38 *reported from schedule C and on line 12 of the taxpayer's form 1040*  
39 *federal individual income tax return; (2) net income, not including*  
40 *guaranteed payments as defined in section 707(c) of the federal internal*  
41 *revenue code and as reported to the taxpayer from federal schedule K-1,*  
42 *(form 1065-B), in box 9, code F or as reported to the taxpayer from federal*  
43 *schedule K-1, (form 1065) in box 4, from rental real estate, royalties,*

1 partnerships, S corporations, estates, trusts, residual interest in real estate  
2 mortgage investment conduits and net farm rental as determined under the  
3 federal internal revenue code and reported from schedule E and on line 17  
4 of the taxpayer's form 1040 federal individual income tax return; and (3)  
5 net farm profit as determined under the federal internal revenue code and  
6 reported from schedule F and on line 18 of the taxpayer's form 1040  
7 federal income tax return; all to the extent included in the taxpayer's  
8 federal adjusted gross income. For purposes of this subsection, references  
9 to the federal form 1040 and federal schedule C, schedule E, and schedule  
10 F, shall be to such form and schedules as they existed for tax year 2011  
11 and as revised thereafter by the internal revenue service.

12 (xxi) For all taxable years beginning after December 31, 2013,  
13 amounts equal to the unreimbursed travel, lodging and medical  
14 expenditures directly incurred by a taxpayer while living, or a dependent  
15 of the taxpayer while living, for the donation of one or more human organs  
16 of the taxpayer, or a dependent of the taxpayer, to another person for  
17 human organ transplantation. The expenses may be claimed as a  
18 subtraction modification provided for in this section to the extent the  
19 expenses are not already subtracted from the taxpayer's federal adjusted  
20 gross income. In no circumstances shall the subtraction modification  
21 provided for in this section for any individual, or a dependent, exceed  
22 \$5,000. As used in this section, "human organ" means all or part of a liver,  
23 pancreas, kidney, intestine, lung or bone marrow. The provisions of this  
24 paragraph shall take effect on the day the secretary of revenue certifies to  
25 the director of the budget that the cost for the department of revenue of  
26 modifications to the automated tax system for the purpose of  
27 implementing this paragraph will not exceed \$20,000.

28 (xxii) For taxable years beginning after December 31, 2012, and  
29 ending before January 1, 2017, the amount of net gain from the sale of: (1)  
30 Cattle and horses, regardless of age, held by the taxpayer for draft,  
31 breeding, dairy or sporting purposes, and held by such taxpayer for 24  
32 months or more from the date of acquisition; and (2) other livestock,  
33 regardless of age, held by the taxpayer for draft, breeding, dairy or  
34 sporting purposes, and held by such taxpayer for 12 months or more from  
35 the date of acquisition. The subtraction from federal adjusted gross income  
36 shall be limited to the amount of the additions recognized under the  
37 provisions of subsection (b)(xix) attributable to the business in which the  
38 livestock sold had been used. As used in this paragraph, the term  
39 "livestock" shall not include poultry.

40 (xxiii) For all taxable years beginning after December 31, 2012,  
41 amounts received under either the Overland Park, Kansas police  
42 department retirement plan or the Overland Park, Kansas fire department  
43 retirement plan, both as established by the city of Overland Park, pursuant

1 to the city's home rule authority.

2 (xxiv) For taxable years beginning after December 31, 2013, and  
 3 ending before January 1, 2017, the net gain from the sale from Christmas  
 4 trees grown in Kansas and held by the taxpayer for six years or more.

5 (xxv) For all taxable years commencing after December 31, 2020,  
 6 100% of global intangible low-taxed income under section 951A of the  
 7 federal internal revenue code of 1986, before any deductions allowed  
 8 under section 250(a)(1)(B) of such code.

9 (xxvi) For all taxable years commencing after December 31, 2020,  
 10 the amount disallowed as a deduction pursuant to section 163(j) of the  
 11 federal internal revenue code of 1986, as in effect on January 1, 2018.

12 (xxvii) For taxable years commencing after December 31, 2020, the  
 13 amount disallowed as a deduction pursuant to section 274 of the federal  
 14 internal revenue code of 1986 for meal expenditures shall be allowed to  
 15 the extent such expense was deductible for determining federal income tax  
 16 and was allowed and in effect on December 31, 2017.

17 (xxviii) For all taxable years beginning after December 31, 2021: (1)  
 18 The amount contributed to a first-time home buyer savings account  
 19 pursuant to K.S.A. 2022 Supp. 58-4903, and amendments thereto, in an  
 20 amount not to exceed \$3,000 for an individual or \$6,000 for a married  
 21 couple filing a joint return; or (2) amounts received as income earned from  
 22 assets in a first-time home buyer savings account.

23 (d) There shall be added to or subtracted from federal adjusted gross  
 24 income the taxpayer's share, as beneficiary of an estate or trust, of the  
 25 Kansas fiduciary adjustment determined under K.S.A. 79-32,135, and  
 26 amendments thereto.

27 (e) The amount of modifications required to be made under this  
 28 section by a partner which relates to items of income, gain, loss, deduction  
 29 or credit of a partnership shall be determined under K.S.A. 79-32,131, and  
 30 amendments thereto, to the extent that such items affect federal adjusted  
 31 gross income of the partner.

32 ~~(f) No taxpayer shall be assessed penalties and interest from the~~  
 33 ~~underpayment of taxes due to changes to this section that became law on~~  
 34 ~~July 1, 2017, so long as such underpayment is rectified on or before April~~  
 35 ~~17, 2018.~~

36 Sec. 7. K.S.A. 2022 Supp. 79-32,119 is hereby amended to read as  
 37 follows: 79-32,119. (a) The Kansas standard deduction of an individual,  
 38 including a husband and wife who are either both residents or who file a  
 39 joint return as if both were residents, shall be equal to the sum of the  
 40 standard deduction amount allowed pursuant to this section, and the  
 41 additional standard deduction amount allowed pursuant to this section for  
 42 each such deduction allowable to such individual or to such husband and  
 43 wife under the federal internal revenue code.

1 (b) For tax year 1998, and all tax years thereafter, the additional  
2 standard deduction amount shall be as follows: Single individual and head  
3 of household filing status, \$850; and married filing status, \$700.

4 (c) (1) For tax year 2013 through tax year 2020, the standard  
5 deduction amount of an individual, including husband and wife who are  
6 either both residents or who file a joint return as if both were residents,  
7 shall be as follows: Single individual filing status, \$3,000; married filing  
8 status, \$7,500; and head of household filing status, \$5,500.

9 (2) For tax-year years 2021 and 2022, and all tax years thereafter, the  
10 standard deduction amount of an individual, including husband and wife  
11 who are either both residents or who file a joint return as if both were  
12 residents, shall be as follows: Single individual filing status, \$3,500;  
13 married filing status, \$8,000; and head of household filing status, \$6,000.

14 (3) (A) *For tax year 2023, and all tax years thereafter, the standard*  
15 *deduction amount of an individual, including husband and wife who are*  
16 *either both residents or who file a joint return as if both were residents,*  
17 *shall be as follows: Single individual filing status, \$4,000; married filing*  
18 *status, \$8,000; and head of household filing status, \$6,000.*

19 (B) *In the case of tax year 2024, and all tax years thereafter, the*  
20 *amounts prescribed in this paragraph shall be increased by an amount*  
21 *equal to such amount multiplied by the cost-of-living adjustment*  
22 *determined under section 1(f)(3) of the federal internal revenue code for*  
23 *the calendar year in which the taxable year commences.*

24 (d) For purposes of this section, the federal standard deduction  
25 allowable to a husband and wife filing separate Kansas income tax returns  
26 shall be determined on the basis that separate federal returns were filed,  
27 and the federal standard deduction of a husband and wife filing a joint  
28 Kansas income tax return shall be determined on the basis that a joint  
29 federal income tax return was filed.

30 Sec. 8. K.S.A. 2022 Supp. 79-32,271 is hereby amended to read as  
31 follows: 79-32,271.(a) For any taxable year commencing after December  
32 31, 2014, and ending prior to January 1, ~~2025~~ 2023, a credit shall be  
33 allowed against the tax imposed by the Kansas income tax act on the  
34 Kansas taxable income of an individual income taxpayer who purchased  
35 food in this state, had federal adjusted gross income for the tax year that  
36 did not exceed \$30,615, and meets the qualifications in subsections (b) and  
37 (c).

38 (b) During the entire tax year a taxpayer filing single, head of  
39 household, or married filing separate, or the taxpayer and the taxpayer's  
40 spouse if married filing jointly, must be domiciled in this state. For  
41 purposes of this credit, "domicile" shall not include any correctional  
42 facility, or portion thereof, as defined in K.S.A. 75-5202, and amendments  
43 thereto, any juvenile correctional facility, or portion thereof, as defined in

1 K.S.A. 38-2302, and amendments thereto, any correctional facility of the  
2 federal bureau of prisons located in the state of Kansas, or any city or  
3 county jail facility in the state of Kansas.

4 (c) During the entire tax year a taxpayer filing single, head of  
5 household, or married filing separate, or the taxpayer or the taxpayer's  
6 spouse if married filing jointly, must be either: (1) A person having a  
7 disability, regardless of age; (2) a person without a disability who is 55  
8 years of age or older; or (3) a person without a disability who is younger  
9 than 55 years of age who claims an exemption for one or more dependent  
10 children under 18 years of age.

11 (d) The amount of the credit shall be \$125 for every exemption  
12 claimed on the taxpayer's federal income tax return, except that no  
13 exemption shall be counted for a dependent unless the dependent is a child  
14 under 18 years of age.

15 (e) The credit allowed under this provision shall be applied against  
16 the taxpayer's income tax liability after all other credits allowed under the  
17 income tax act. It shall not be refundable and may not be carried forward.

18 (f) (1) Every taxpayer claiming the credit shall supply the division in  
19 support of a claim, reasonable proof of domicile, age and disability.

20 (2) A claim alleging disability shall be supported by a report of the  
21 examining physician of the claimant with a statement or certificate that the  
22 applicant has a disability as defined in subsection (g).

23 (g) "Disability" means: (1) Inability to engage in any substantial  
24 gainful activity by reason of any medically determinable physical or  
25 mental impairment which can be expected to result in death or has lasted  
26 or can be expected to last for a continuous period of not less than 12  
27 months, and an individual shall be determined to be under a disability only  
28 if the physical or mental impairment or impairments are of such severity  
29 that the individual is not only unable to do the individual's previous work  
30 but cannot, considering age, education and work experience, engage in any  
31 other kind of substantial gainful work which exists in the national  
32 economy, regardless of whether such work exists in the immediate area in  
33 which the individual lives or whether a specific job vacancy exists for the  
34 individual, or whether the individual would be hired if application was  
35 made for work. For purposes of this paragraph, with respect to any  
36 individual, "work which exists in the national economy" means work  
37 which exists in significant numbers either in the region where the  
38 individual lives or in several regions of the country; and "physical or  
39 mental impairment" means an impairment that results from anatomical,  
40 physiological or psychological abnormalities which are demonstrable by  
41 medically acceptable clinical and laboratory diagnostic techniques; or

42 (2) blindness and inability by reason of blindness to engage in  
43 substantial gainful activity requiring skills or abilities comparable to those

1 of any gainful activity in which the individual has previously engaged with  
2 some regularity and over a substantial period of time. For purposes of this  
3 paragraph, "blindness" means central visual acuity of  $^{20}/_{200}$  or less in the  
4 better eye with the use of a correcting lens. An eye which is accompanied  
5 by a limitation in the fields of vision such that the widest diameter of the  
6 visual field subtends an angle no greater than 20 degrees shall be  
7 considered for the purpose of this paragraph as having a central visual  
8 acuity of  $^{20}/_{200}$  or less.

9 (h) The secretary of revenue is hereby authorized to adopt such rules  
10 and regulations as may be necessary for the administration of the  
11 provisions of this section.

12 Sec. 9. K.S.A. 2022 Supp. 79-3603 is hereby amended to read as  
13 follows: 79-3603. For the privilege of engaging in the business of selling  
14 tangible personal property at retail in this state or rendering or furnishing  
15 any of the services taxable under this act, there is hereby levied and there  
16 shall be collected and paid a tax at the rate of 6.5%. On and after ~~January~~  
17 ~~1, 2023, 17% and on and after January 1, 2025~~ *July 1, 2023*, 18% of the  
18 tax rate imposed pursuant to this section and the rate provided in K.S.A.  
19 2022 Supp. 79-3603d, and amendments thereto, shall be levied for the  
20 state highway fund, the state highway fund purposes and those purposes  
21 specified in K.S.A. 68-416, and amendments thereto, and all revenue  
22 collected and received from such tax levy shall be deposited in the state  
23 highway fund.

24 Within a redevelopment district established pursuant to K.S.A. 74-  
25 8921, and amendments thereto, there is hereby levied and there shall be  
26 collected and paid an additional tax at the rate of 2% until the earlier of the  
27 date the bonds issued to finance or refinance the redevelopment project  
28 have been paid in full or the final scheduled maturity of the first series of  
29 bonds issued to finance any part of the project.

30 Such tax shall be imposed upon:

31 (a) The gross receipts received from the sale of tangible personal  
32 property at retail within this state;

33 (b) the gross receipts from intrastate, interstate or international  
34 telecommunications services and any ancillary services sourced to this  
35 state in accordance with K.S.A. 79-3673, and amendments thereto, except  
36 that telecommunications service does not include: (1) Any interstate or  
37 international 800 or 900 service; (2) any interstate or international private  
38 communications service as defined in K.S.A. 79-3673, and amendments  
39 thereto; (3) any value-added nonvoice data service; (4) any  
40 telecommunication service to a provider of telecommunication services  
41 which will be used to render telecommunications services, including  
42 carrier access services; or (5) any service or transaction defined in this  
43 section among entities classified as members of an affiliated group as

1 provided by section 1504 of the federal internal revenue code of 1986, as  
2 in effect on January 1, 2001;

3 (c) the gross receipts from the sale or furnishing of gas, water,  
4 electricity and heat, which sale is not otherwise exempt from taxation  
5 under the provisions of this act, and whether furnished by municipally or  
6 privately owned utilities, except that, on and after January 1, 2006, for  
7 sales of gas, electricity and heat delivered through mains, lines or pipes to  
8 residential premises for noncommercial use by the occupant of such  
9 premises, and for agricultural use and also, for such use, all sales of  
10 propane gas, the state rate shall be 0%; and for all sales of propane gas, LP  
11 gas, coal, wood and other fuel sources for the production of heat or  
12 lighting for noncommercial use of an occupant of residential premises, the  
13 state rate shall be 0%, but such tax shall not be levied and collected upon  
14 the gross receipts from: (1) The sale of a rural water district benefit unit;  
15 (2) a water system impact fee, system enhancement fee or similar fee  
16 collected by a water supplier as a condition for establishing service; or (3)  
17 connection or reconnection fees collected by a water supplier;

18 (d) the gross receipts from the sale of meals or drinks furnished at any  
19 private club, drinking establishment, catered event, restaurant, eating  
20 house, dining car, hotel, drugstore or other place where meals or drinks are  
21 regularly sold to the public;

22 (e) the gross receipts from the sale of admissions to any place  
23 providing amusement, entertainment or recreation services including  
24 admissions to state, county, district and local fairs, but such tax shall not  
25 be levied and collected upon the gross receipts received from sales of  
26 admissions to any cultural and historical event which occurs triennially;

27 (f) the gross receipts from the operation of any coin-operated device  
28 dispensing or providing tangible personal property, amusement or other  
29 services except laundry services, whether automatic or manually operated;

30 (g) the gross receipts from the service of renting of rooms by hotels,  
31 as defined by K.S.A. 36-501, and amendments thereto, or by  
32 accommodation brokers, as defined by K.S.A. 12-1692, and amendments  
33 thereto, but such tax shall not be levied and collected upon the gross  
34 receipts received from sales of such service to the federal government and  
35 any agency, officer or employee thereof in association with the  
36 performance of official government duties;

37 (h) the gross receipts from the service of renting or leasing of tangible  
38 personal property except such tax shall not apply to the renting or leasing  
39 of machinery, equipment or other personal property owned by a city and  
40 purchased from the proceeds of industrial revenue bonds issued prior to  
41 July 1, 1973, in accordance with the provisions of K.S.A. 12-1740 through  
42 12-1749, and amendments thereto, and any city or lessee renting or leasing  
43 such machinery, equipment or other personal property purchased with the

1 proceeds of such bonds who shall have paid a tax under the provisions of  
2 this section upon sales made prior to July 1, 1973, shall be entitled to a  
3 refund from the sales tax refund fund of all taxes paid thereon;

4 (i) the gross receipts from the rendering of dry cleaning, pressing,  
5 dyeing and laundry services except laundry services rendered through a  
6 coin-operated device whether automatic or manually operated;

7 (j) the gross receipts from the rendering of the services of washing  
8 and washing and waxing of vehicles;

9 (k) the gross receipts from cable, community antennae and other  
10 subscriber radio and television services;

11 (l) (1) except as otherwise provided by paragraph (2), the gross  
12 receipts received from the sales of tangible personal property to all  
13 contractors, subcontractors or repairmen for use by them in erecting  
14 structures, or building on, or otherwise improving, altering, or repairing  
15 real or personal property.

16 (2) Any such contractor, subcontractor or repairman who maintains  
17 an inventory of such property both for sale at retail and for use by them for  
18 the purposes described by paragraph (1) shall be deemed a retailer with  
19 respect to purchases for and sales from such inventory, except that the  
20 gross receipts received from any such sale, other than a sale at retail, shall  
21 be equal to the total purchase price paid for such property and the tax  
22 imposed thereon shall be paid by the deemed retailer;

23 (m) the gross receipts received from fees and charges by public and  
24 private clubs, drinking establishments, organizations and businesses for  
25 participation in sports, games and other recreational activities, but such tax  
26 shall not be levied and collected upon the gross receipts received from: (1)  
27 Fees and charges by any political subdivision, by any organization exempt  
28 from property taxation pursuant to K.S.A. 79-201 *Ninth*, and amendments  
29 thereto, or by any youth recreation organization exclusively providing  
30 services to persons 18 years of age or younger which is exempt from  
31 federal income taxation pursuant to section 501(c)(3) of the federal  
32 internal revenue code of 1986, for participation in sports, games and other  
33 recreational activities; and (2) entry fees and charges for participation in a  
34 special event or tournament sanctioned by a national sporting association  
35 to which spectators are charged an admission which is taxable pursuant to  
36 subsection (e);

37 (n) the gross receipts received from dues charged by public and  
38 private clubs, drinking establishments, organizations and businesses,  
39 payment of which entitles a member to the use of facilities for recreation  
40 or entertainment, but such tax shall not be levied and collected upon the  
41 gross receipts received from: (1) Dues charged by any organization exempt  
42 from property taxation pursuant to K.S.A. 79-201 *Eighth* and *Ninth*, and  
43 amendments thereto; and (2) sales of memberships in a nonprofit

1 organization which is exempt from federal income taxation pursuant to  
2 section 501(c)(3) of the federal internal revenue code of 1986, and whose  
3 purpose is to support the operation of a nonprofit zoo;

4 (o) the gross receipts received from the isolated or occasional sale of  
5 motor vehicles or trailers but not including: (1) The transfer of motor  
6 vehicles or trailers by a person to a corporation or limited liability  
7 company solely in exchange for stock securities or membership interest in  
8 such corporation or limited liability company; (2) the transfer of motor  
9 vehicles or trailers by one corporation or limited liability company to  
10 another when all of the assets of such corporation or limited liability  
11 company are transferred to such other corporation or limited liability  
12 company; or (3) the sale of motor vehicles or trailers which are subject to  
13 taxation pursuant to the provisions of K.S.A. 79-5101 et seq., and  
14 amendments thereto, by an immediate family member to another  
15 immediate family member. For the purposes of paragraph (3), immediate  
16 family member means lineal ascendants or descendants, and their spouses.  
17 Any amount of sales tax paid pursuant to the Kansas retailers sales tax act  
18 on the isolated or occasional sale of motor vehicles or trailers on and after  
19 July 1, 2004, which the base for computing the tax was the value pursuant  
20 to K.S.A. 79-5105(a), (b)(1) and (b)(2), and amendments thereto, when  
21 such amount was higher than the amount of sales tax which would have  
22 been paid under the law as it existed on June 30, 2004, shall be refunded to  
23 the taxpayer pursuant to the procedure prescribed by this section. Such  
24 refund shall be in an amount equal to the difference between the amount of  
25 sales tax paid by the taxpayer and the amount of sales tax which would  
26 have been paid by the taxpayer under the law as it existed on June 30,  
27 2004. Each claim for a sales tax refund shall be verified and submitted not  
28 later than six months from the effective date of this act to the director of  
29 taxation upon forms furnished by the director and shall be accompanied by  
30 any additional documentation required by the director. The director shall  
31 review each claim and shall refund that amount of tax paid as provided by  
32 this act. All such refunds shall be paid from the sales tax refund fund, upon  
33 warrants of the director of accounts and reports pursuant to vouchers  
34 approved by the director of taxation or the director's designee. No refund  
35 for an amount less than \$10 shall be paid pursuant to this act. In  
36 determining the base for computing the tax on such isolated or occasional  
37 sale, the fair market value of any motor vehicle or trailer traded in by the  
38 purchaser to the seller may be deducted from the selling price;

39 (p) the gross receipts received for the service of installing or applying  
40 tangible personal property which when installed or applied is not being  
41 held for sale in the regular course of business, and whether or not such  
42 tangible personal property when installed or applied remains tangible  
43 personal property or becomes a part of real estate, except that no tax shall

1 be imposed upon the service of installing or applying tangible personal  
2 property in connection with the original construction of a building or  
3 facility, the original construction, reconstruction, restoration, remodeling,  
4 renovation, repair or replacement of a residence or the construction,  
5 reconstruction, restoration, replacement or repair of a bridge or highway.

6 For the purposes of this subsection:

7 (1) "Original construction" means the first or initial construction of a  
8 new building or facility. The term "original construction" shall include the  
9 addition of an entire room or floor to any existing building or facility, the  
10 completion of any unfinished portion of any existing building or facility  
11 and the restoration, reconstruction or replacement of a building, facility or  
12 utility structure damaged or destroyed by fire, flood, tornado, lightning,  
13 explosion, windstorm, ice loading and attendant winds, terrorism or  
14 earthquake, but such term, except with regard to a residence, shall not  
15 include replacement, remodeling, restoration, renovation or reconstruction  
16 under any other circumstances;

17 (2) "building" means only those enclosures within which individuals  
18 customarily are employed, or which are customarily used to house  
19 machinery, equipment or other property, and including the land  
20 improvements immediately surrounding such building;

21 (3) "facility" means a mill, plant, refinery, oil or gas well, water well,  
22 feedlot or any conveyance, transmission or distribution line of any  
23 cooperative, nonprofit, membership corporation organized under or subject  
24 to the provisions of K.S.A. 17-4601 et seq., and amendments thereto, or  
25 municipal or quasi-municipal corporation, including the land  
26 improvements immediately surrounding such facility;

27 (4) "residence" means only those enclosures within which individuals  
28 customarily live;

29 (5) "utility structure" means transmission and distribution lines  
30 owned by an independent transmission company or cooperative, the  
31 Kansas electric transmission authority or natural gas or electric public  
32 utility; and

33 (6) "windstorm" means straight line winds of at least 80 miles per  
34 hour as determined by a recognized meteorological reporting agency or  
35 organization;

36 (q) the gross receipts received for the service of repairing, servicing,  
37 altering or maintaining tangible personal property which when such  
38 services are rendered is not being held for sale in the regular course of  
39 business, and whether or not any tangible personal property is transferred  
40 in connection therewith. The tax imposed by this subsection shall be  
41 applicable to the services of repairing, servicing, altering or maintaining an  
42 item of tangible personal property which has been and is fastened to,  
43 connected with or built into real property;

1 (r) the gross receipts from fees or charges made under service or  
2 maintenance agreement contracts for services, charges for the providing of  
3 which are taxable under the provisions of subsection (p) or (q);

4 (s) on and after January 1, 2005, the gross receipts received from the  
5 sale of prewritten computer software and the sale of the services of  
6 modifying, altering, updating or maintaining prewritten computer  
7 software, whether the prewritten computer software is installed or  
8 delivered electronically by tangible storage media physically transferred to  
9 the purchaser or by load and leave;

10 (t) the gross receipts received for telephone answering services;

11 (u) the gross receipts received from the sale of prepaid calling service  
12 and prepaid wireless calling service as defined in K.S.A. 79-3673, and  
13 amendments thereto;

14 (v) all sales of bingo cards, bingo faces and instant bingo tickets by  
15 licensees under K.S.A. 75-5171 et seq., and amendments thereto, shall be  
16 exempt from taxes imposed pursuant to this section;

17 (w) all sales of charitable raffle tickets in accordance with K.S.A. 75-  
18 5171 et seq., and amendments thereto, shall be exempt from taxes imposed  
19 pursuant to this section; and

20 (x) ~~commencing on January 1, 2023, and thereafter,~~ the state rate on  
21 the gross receipts from the sale of food and food ingredients shall be as set  
22 forth in K.S.A. 2022 Supp. 79-3603d, and amendments thereto.

23 Sec. 10. K.S.A. 2022 Supp. 79-3603d is hereby amended to read as  
24 follows: 79-3603d. (a) There is hereby levied and there shall be collected  
25 and paid a tax upon the gross receipts from the sale of food and food  
26 ingredients. The rate of tax shall be as follows:

27 ~~(1) Commencing on January 1, 2023, at the rate of 4%;~~

28 ~~(2) commencing on January 1, 2024, at the rate of 2%; and~~

29 ~~(3) commencing on January 1, 2025, and thereafter, at the rate of 0%.~~

30 (b) The provisions of this section shall not apply to prepared food  
31 unless sold without eating utensils provided by the seller and described  
32 below:

33 (1) Food sold by a seller whose proper primary NAICS classification  
34 is manufacturing in sector 311, except subsector 3118 (bakeries);

35 (2) (A) food sold in an unheated state by weight or volume as a single  
36 item; or

37 (B) only meat or seafood sold in an unheated state by weight or  
38 volume as a single item;

39 (3) bakery items, including bread, rolls, buns, biscuits, bagels,  
40 croissants, pastries, donuts, danish, cakes, tortes, pies, tarts, muffins, bars,  
41 cookies and tortillas; or

42 (4) food sold that ordinarily requires additional cooking, as opposed  
43 to just reheating, by the consumer prior to consumption.

1 (c) The provisions of this section shall be a part of and supplemental  
2 to the Kansas retailers' sales tax act.

3 Sec. 11. K.S.A. 2022 Supp. 79-3620 is hereby amended to read as  
4 follows: 79-3620. (a) All revenue collected or received by the director of  
5 taxation from the taxes imposed by this act shall be remitted to the state  
6 treasurer in accordance with the provisions of K.S.A. 75-4215, and  
7 amendments thereto. Upon receipt of each such remittance, the state  
8 treasurer shall deposit the entire amount in the state treasury, less amounts  
9 withheld as provided in subsection (b) and amounts credited as provided in  
10 subsections (c), (d) and (e), to the credit of the state general fund.

11 (b) A refund fund, designated as "sales tax refund fund" not to exceed  
12 \$100,000 shall be set apart and maintained by the director from sales tax  
13 collections and estimated tax collections and held by the state treasurer for  
14 prompt payment of all sales tax refunds. Such fund shall be in such  
15 amount, within the limit set by this section, as the director shall determine  
16 is necessary to meet current refunding requirements under this act. In the  
17 event such fund as established by this section is, at any time, insufficient to  
18 provide for the payment of refunds due claimants thereof, the director shall  
19 certify the amount of additional funds required to the director of accounts  
20 and reports who shall promptly transfer the required amount from the state  
21 general fund to the sales tax refund fund, and notify the state treasurer,  
22 who shall make proper entry in the records.

23 (c) (1) On January 1, 2023, the state treasurer shall credit 17% of the  
24 revenue collected and received from the tax imposed by K.S.A. 79-3603,  
25 and amendments thereto, at the rates provided in K.S.A. 79-3603, and  
26 amendments thereto, and K.S.A. 2022 Supp. 79-3603d, and amendments  
27 thereto, and deposited as provided by subsection (a), exclusive of amounts  
28 credited pursuant to subsection (d), in the state highway fund.

29 (2) ~~On January 1, 2025~~ *July 1, 2023*, and thereafter, the state treasurer  
30 shall credit 18% of the revenue collected and received from the tax  
31 imposed by K.S.A. 79-3603, and amendments thereto, at the rates  
32 provided in K.S.A. 79-3603, and amendments thereto, and K.S.A. 2022  
33 Supp. 79-3603d, and amendments thereto, and deposited as provided by  
34 subsection (a), exclusive of amounts credited pursuant to subsection (d), in  
35 the state highway fund.

36 (d) The state treasurer shall credit all revenue collected or received  
37 from the tax imposed by K.S.A. 79-3603, and amendments thereto, as  
38 certified by the director, from taxpayers doing business within that portion  
39 of a STAR bond project district occupied by a STAR bond project or  
40 taxpayers doing business with such entity financed by a STAR bond  
41 project as defined in K.S.A. 12-17,162, and amendments thereto, that was  
42 determined by the secretary of commerce to be of statewide as well as  
43 local importance or will create a major tourism area for the state or the

1 project was designated as a STAR bond project as defined in K.S.A. 12-  
2 17,162, and amendments thereto, to the city bond finance fund, which fund  
3 is hereby created. The provisions of this subsection shall expire when the  
4 total of all amounts credited hereunder and under K.S.A. 79-3710(d), and  
5 amendments thereto, is sufficient to retire the special obligation bonds  
6 issued for the purpose of financing all or a portion of the costs of such  
7 STAR bond project.

8 (e) All revenue certified by the director of taxation as having been  
9 collected or received from the tax imposed by K.S.A. 79-3603(c), and  
10 amendments thereto, on the sale or furnishing of gas, water, electricity and  
11 heat for use or consumption within the intermodal facility district  
12 described in this subsection, shall be credited by the state treasurer to the  
13 state highway fund. Such revenue may be transferred by the secretary of  
14 transportation to the rail service improvement fund pursuant to law. The  
15 provisions of this subsection shall take effect upon certification by the  
16 secretary of transportation that a notice to proceed has been received for  
17 the construction of the improvements within the intermodal facility  
18 district, but not later than December 31, 2010, and shall expire when the  
19 secretary of revenue determines that the total of all amounts credited  
20 hereunder and pursuant to K.S.A. 79-3710(e), and amendments thereto, is  
21 equal to \$53,300,000, but not later than December 31, 2045. Thereafter, all  
22 revenues shall be collected and distributed in accordance with applicable  
23 law. For all tax reporting periods during which the provisions of this  
24 subsection are in effect, none of the exemptions contained in K.S.A. 79-  
25 3601 et seq., and amendments thereto, shall apply to the sale or furnishing  
26 of any gas, water, electricity and heat for use or consumption within the  
27 intermodal facility district. As used in this subsection, "intermodal facility  
28 district" shall consist of an intermodal transportation area as defined by  
29 K.S.A. 12-1770a(oo), and amendments thereto, located in Johnson county  
30 within the polygonal-shaped area having Waverly Road as the eastern  
31 boundary, 191<sup>st</sup> Street as the southern boundary, Four Corners Road as the  
32 western boundary, and Highway 56 as the northern boundary, and the  
33 polygonal-shaped area having Poplar Road as the eastern boundary, 183<sup>rd</sup>  
34 Street as the southern boundary, Waverly Road as the western boundary,  
35 and the BNSF mainline track as the northern boundary, that includes  
36 capital investment in an amount exceeding \$150 million for the  
37 construction of an intermodal facility to handle the transfer, storage and  
38 distribution of freight through railway and trucking operations.

39 Sec. 12. K.S.A. 2022 Supp. 79-3703 is hereby amended to read as  
40 follows: 79-3703. (a) There is hereby levied and there shall be collected  
41 from every person in this state a tax or excise for the privilege of using,  
42 storing, or consuming within this state any article of tangible personal  
43 property. Such tax shall be levied and collected in an amount equal to the

1 consideration paid by the taxpayer multiplied by the rate of 6.5%.

2 (b) Commencing on January 1, 2023, and thereafter, the state rate on  
3 the amount equal to the consideration paid by the taxpayer from the sale of  
4 food and food ingredients as provided in K.S.A. 79-3603, and amendments  
5 thereto, shall be as set forth in K.S.A. 2022 Supp. 79-3603d, and  
6 amendments thereto.

7 ~~(c) On and after January 1, 2023, 17% and~~ On and after January 1,  
8 ~~2025 July 1, 2023,~~ 18% of the tax rate imposed pursuant to this section  
9 and the rate provided in K.S.A. 2022 Supp. 79-3603d, and amendments  
10 thereto, shall be levied for the state highway fund, the state highway fund  
11 purposes and those purposes specified in K.S.A. 68-416, and amendments  
12 thereto, and all revenue collected and received from such tax levy shall be  
13 deposited in the state highway fund.

14 (d) Within a redevelopment district established pursuant to K.S.A.  
15 74-8921, and amendments thereto, there is hereby levied and there shall be  
16 collected and paid an additional tax of 2% until the earlier of: (1) The date  
17 the bonds issued to finance or refinance the redevelopment project  
18 undertaken in the district have been paid in full; or (2) the final scheduled  
19 maturity of the first series of bonds issued to finance the redevelopment  
20 project.

21 (e) All property purchased or leased within or without this state and  
22 subsequently used, stored or consumed in this state shall be subject to the  
23 compensating tax if the same property or transaction would have been  
24 subject to the Kansas retailers' sales tax had the transaction been wholly  
25 within this state.

26 Sec. 13. K.S.A. 2022 Supp. 79-3710 is hereby amended to read as  
27 follows: 79-3710. (a) All revenue collected or received by the director  
28 under the provisions of this act shall be remitted to the state treasurer in  
29 accordance with the provisions of K.S.A. 75-4215, and amendments  
30 thereto. Upon receipt of each such remittance, the state treasurer shall  
31 deposit the entire amount in the state treasury, less amounts set apart as  
32 provided in subsection (b) and amounts credited as provided in subsection  
33 (c), (d) and (e), to the credit of the state general fund.

34 (b) A revolving fund, designated as "compensating tax refund fund"  
35 not to exceed \$10,000 shall be set apart and maintained by the director  
36 from compensating tax collections and estimated tax collections and held  
37 by the state treasurer for prompt payment of all compensating tax refunds.  
38 Such fund shall be in such amount, within the limit set by this section, as  
39 the director shall determine is necessary to meet current refunding  
40 requirements under this act.

41 (c) (1) On January 1, 2023, the state treasurer shall credit 17% of the  
42 revenue collected and received from the tax imposed by K.S.A. 79-3703,  
43 and amendments thereto, at the rates provided in K.S.A. 79-3703, and

1 amendments thereto, and K.S.A. 2022 Supp. 79-3603d, and amendments  
2 thereto, and deposited as provided by subsection (a), exclusive of amounts  
3 credited pursuant to subsection (d), in the state highway fund.

4 (2) ~~On January 1, 2025~~ *July 1, 2023*, and thereafter, the state treasurer  
5 shall credit 18% of the revenue collected and received from the tax  
6 imposed by K.S.A. 79-3703, and amendments thereto, at the rates  
7 provided in K.S.A. 79-3703, and amendments thereto, and K.S.A. 2022  
8 Supp. 79-3603d, and amendments thereto, and deposited as provided by  
9 subsection (a), exclusive of amounts credited pursuant to subsection (d), in  
10 the state highway fund.

11 (d) The state treasurer shall credit all revenue collected or received  
12 from the tax imposed by K.S.A. 79-3703, and amendments thereto, as  
13 certified by the director, from taxpayers doing business within that portion  
14 of a redevelopment district occupied by a redevelopment project that was  
15 determined by the secretary of commerce to be of statewide as well as  
16 local importance or will create a major tourism area for the state as defined  
17 in K.S.A. 12-1770a, and amendments thereto, to the city bond finance  
18 fund created by K.S.A. 79-3620(d), and amendments thereto. The  
19 provisions of this subsection shall expire when the total of all amounts  
20 credited hereunder and under K.S.A. 79-3620(d), and amendments thereto,  
21 is sufficient to retire the special obligation bonds issued for the purpose of  
22 financing all or a portion of the costs of such redevelopment project.

23 This subsection shall not apply to a project designated as a special bond  
24 project as defined in K.S.A. 12-1770a(z), and amendments thereto.

25 (e) All revenue certified by the director of taxation as having been  
26 collected or received from the tax imposed by K.S.A. 79-3603(c), and  
27 amendments thereto, on the sale or furnishing of gas, water, electricity and  
28 heat for use or consumption within the intermodal facility district  
29 described in this subsection, shall be credited by the state treasurer to the  
30 state highway fund. Such revenue may be transferred by the secretary of  
31 transportation to the rail service improvement fund pursuant to law. The  
32 provisions of this subsection shall take effect upon certification by the  
33 secretary of transportation that a notice to proceed has been received for  
34 the construction of the improvements within the intermodal facility  
35 district, but not later than December 31, 2010, and shall expire when the  
36 secretary of revenue determines that the total of all amounts credited  
37 hereunder and pursuant to K.S.A. 79-3620(e), and amendments thereto, is  
38 equal to \$53,300,000, but not later than December 31, 2045. Thereafter, all  
39 revenues shall be collected and distributed in accordance with applicable  
40 law. For all tax reporting periods during which the provisions of this  
41 subsection are in effect, none of the exemptions contained in K.S.A. 79-  
42 3601 et seq., and amendments thereto, shall apply to the sale or furnishing  
43 of any gas, water, electricity and heat for use or consumption within the

1 intermodal facility district. As used in this subsection, "intermodal facility  
2 district" shall consist of an intermodal transportation area as defined by  
3 K.S.A. 12-1770a(oo), and amendments thereto, located in Johnson county  
4 within the polygonal-shaped area having Waverly Road as the eastern  
5 boundary, 191<sup>st</sup> Street as the southern boundary, Four Corners Road as the  
6 western boundary, and Highway 56 as the northern boundary, and the  
7 polygonal-shaped area having Poplar Road as the eastern boundary, 183<sup>rd</sup>  
8 Street as the southern boundary, Waverly Road as the western boundary,  
9 and the BNSF mainline track as the northern boundary, that includes  
10 capital investment in an amount exceeding \$150 million for the  
11 construction of an intermodal facility to handle the transfer, storage and  
12 distribution of freight through railway and trucking operations.

13 Sec. 14. K.S.A. 79-1107 and 79-1108 and K.S.A. 2022 Supp. 74-  
14 50,321, 79-201x, 79-32,110, 79-32,117, 79-32,119, 79-32,271, 79-3603,  
15 79-3603d, 79-3620, 79-3703 and 79-3710 are hereby repealed.

16 Sec. 15. This act shall take effect and be in force from and after its  
17 publication in the statute book.