

SENATE BILL No. 196

By Senator Pittman

2-7

1 AN ACT concerning taxation; relating to the local ad valorem tax
2 reduction fund; reinstating transfers to the local ad valorem tax
3 reduction fund (LAVTRF); amending K.S.A. 2022 Supp. 79-2959 and
4 repealing the existing section.

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

7 Section 1. K.S.A. 2022 Supp. 79-2959 is hereby amended to read as
8 follows: 79-2959. (a) There is hereby created the local ad valorem tax
9 reduction fund. All moneys transferred or credited to such fund under the
10 provisions of this act or any other law shall be apportioned and distributed
11 in the manner provided herein.

12 (b) On January 15 and on July 15 of each year, the director of
13 accounts and reports shall make transfers in equal amounts that in the
14 aggregate equal 3.63% of the total retail sales and compensating taxes
15 credited to the state general fund pursuant to articles 36 and 37 of chapter
16 79 of the Kansas Statutes Annotated, and amendments thereto, during the
17 preceding calendar year from the state general fund to the local ad valorem
18 tax reduction fund, except that: ~~(1) no moneys shall be transferred from the~~
19 ~~state general fund to the local ad valorem tax reduction fund during state~~
20 ~~fiscal years 2022, year 2023 and 2024; and (2) the amount of the transfer~~
21 ~~on each such date shall be \$27,000,000 during fiscal year 2025 and all~~
22 ~~fiscal years thereafter.~~ All such transfers are subject to reduction under
23 K.S.A. 75-6704, and amendments thereto. All transfers made in
24 accordance with the provisions of this section shall be considered to be
25 revenue transfers from the state general fund.

26 (c) The state treasurer shall apportion and pay the amounts transferred
27 under subsection (b) to the several county treasurers on January 15 and on
28 July 15 in each year as follows: (1) 65% of the amount to be distributed
29 shall be apportioned on the basis of the population figures of the counties
30 certified to the secretary of state pursuant to K.S.A. 11-201, and
31 amendments thereto, on July 1 of the preceding year; and (2) 35% of such
32 amount shall be apportioned on the basis of the equalized assessed tangible
33 valuations on the tax rolls of the counties on November 1 of the preceding
34 year as certified by the director of property valuation.

35 Sec. 2. K.S.A. 2022 Supp. 79-2959 is hereby repealed.

36 Sec. 3. This act shall take effect and be in force from and after its

- 1 publication in the statute book.