



April 11, 2025

The Honorable Adam Smith, Chairperson
House Committee on Taxation
300 SW 10th Avenue, Room 346-S
Topeka, Kansas 66612

Dear Representative Smith:

SUBJECT: Fiscal Note for HB 2408 by House Committee on Taxation

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2408 is respectfully submitted to your committee.

HB 2408 would allow restrictions or requirements imposed upon the use of real estate on leased ground owned by a county-recognized community land trust as a factor to determine the fair market value for property tax purposes.

The Department of Revenue indicates the fiscal effect of HB 2408 on state and local property tax revenues cannot be estimated; however, the fiscal effect would likely be negligible. The Department indicates the bill would have no fiscal effect on its operations.

The Kansas Association of Counties and the League of Kansas Municipalities indicate that the bill would provide a net reduction to local property tax collections that are used in part to finance local governments. The bill has the potential to shift the tax burden to other property classifications and types.

Sincerely,

Adam C. Proffitt
Director of the Budget

cc: Lynn Robinson, Department of Revenue
Gabrielle Hull, Department of Education
Jay Hall, Kansas Association of Counties
Wendi Stark, League of Kansas Municipalities