

January 24, 2011

The Honorable Les Donovan, Chairperson
Senate Committee on Assessment and Taxation
Statehouse, Room 123-E
Topeka, Kansas 66612

Dear Senator Donovan:

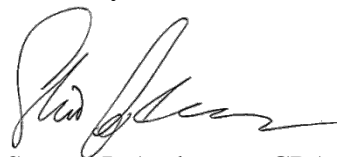
SUBJECT: Fiscal Note for SB 10 by Senate Committee on Ways and Means

In accordance with KSA 75-3715a, the following fiscal note concerning SB 10 is respectfully submitted to your committee.

SB 10 would allow Edwards County to enact a countywide 0.375 percent retail sales tax to finance the costs of economic development initiatives. Edwards County already has a 1.0 percent tax in effect and does not have the statutory authority to increase the sales tax beyond a total of 1.0 percent. This bill would raise the total county sales tax allowed in Edwards County to 1.375 percent.

The Department of Revenue indicates SB 10 would affect only sales tax collections in Edwards County and would have no fiscal effect on state revenues. The Department of Revenue indicates that the administrative costs associated with implementing the provisions of SB 10 would be negligible and could be absorbed within existing resources.

Sincerely,



Steven J. Anderson, CPA, MBA
Director of the Budget

cc: Steve Neske, Revenue
Melissa Wangemann, Kansas Association of Counties