

SESSION OF 2017

SUPPLEMENTAL NOTE ON SENATE BILL NO. 146

As Amended by Senate Committee on
Assessment and Taxation

Brief*

SB 146, as amended, would reauthorize the statewide 20 mill school finance levy for school years 2017-2018 and 2018-2019. The first \$20,000 of assessed valuation of residential properties would continue to be exempt from this levy.

Beginning in school year 2017-2018, any new property tax exemptions granted by local units of government for property financed by industrial revenue bonds (IRBs) or for economic development purposes (EDX) pursuant to Article 11, Section 13 of the *Kansas Constitution* would no longer apply to the statewide 20 mill school finance levy. Previously exempted property would continue to be eligible for exemption from the levy.

Background

The bill was introduced by the Senate Committee on Assessment and Taxation. At the Senate Committee hearing on the bill, representatives of the Kansas Association of School Boards and the Kansas Association of Realtors provided proponent testimony. No opponent or neutral testimony was provided.

The Senate Committee amended the bill to prohibit new IRB and EDX exemptions from applying to the levy.

*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>

A fiscal note on the bill, as introduced, prepared by the Division of the Budget, indicates enactment of the bill is reflected in *The FY 2018 Governor's Budget Report* and is estimated to generate \$635.5 million in fiscal year 2018 and \$662.9 million in fiscal year 2019. A fiscal estimate on the bill, as amended, was not immediately available.