

SESSION OF 2022

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2724

As Amended by House Committee on Taxation

Brief*

HB 2724, as amended, would provide that school districts would be deemed to have not exceeded their revenue neutral rate in the event the revenue in excess of the prior year amount was solely attributable to increased revenue from the 20 mill statewide school finance levy.

Background

The bill was introduced by the House Committee on Taxation at the request of Representative Adam Smith.

House Committee on Taxation

In the House Committee hearing, **proponent** testimony was provided by representatives of United School Administrators of Kansas, USD 204, USD 232, and USD 252, stating the bill would eliminate confusion for taxpayers by removing a mill levy outside of school district control from the school district revenue neutrality notices and hearings.

Opponent testimony was provided by a representative of the Kansas Policy Institute stating the bill would confuse taxpayers because it would not list all mill levies that might be exceeding the school district's revenue neutral rate.

No other testimony was provided.

*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>

The House Committee amended the bill to eliminate a provision providing that the 20 mill statewide school finance levy was exempt from revenue neutral rate provisions and replace it with the provision described above.

Fiscal Information

According to the fiscal note prepared by the Division of the Budget on the bill, as introduced, the bill would have no fiscal effect.

Taxation; property tax; revenue-neutral rate; 20 mills