

{As Amended by House Committee of the Whole}

Session of 2024

House Substitute for SENATE BILL No. 300

By Committee on Taxation

3-25

1 AN ACT concerning taxation; relating to income tax; modifying tax rates
2 for individuals; ~~increasing~~ **{eliminating}** the income limit to qualify for
3 a subtraction modification for social security income; increasing the
4 Kansas standard deduction and Kansas personal exemption and further
5 increasing the same by a cost-of-living adjustment; relating to privilege
6 tax; decreasing the normal tax rate; relating to property tax; increasing
7 the extent of exemption for residential property from the statewide
8 school levy; decreasing the rate of ad valorem tax imposed by a school
9 district; abolishing the local ad valorem tax reduction fund and the
10 county and city revenue sharing fund and providing for certain transfers
11 to the special city and county highway fund **{and the state school**
12 **district finance fund; relating to sales and compensating use tax;**
13 **reducing the state rate of tax on sales of food and food ingredients;**
14 **modifying the percent credited to the state highway fund from**
15 **revenue collected;}** amending K.S.A. 65-163j, 65-3306, 65-3327, 75-
16 2556, 79-1107, 79-1108 and 79-1479 and K.S.A. 2023 Supp. 72-5142,
17 74-8768, 79-201x, 79-2988, 79-32,110, 79-32,117, 79-32,119, 79-
18 32,121 ~~and~~, 79-3425i{, **79-3603, 79-3603d, 79-3620, 79-3703 and 79-**
19 **3710}** and repealing the existing sections; also repealing K.S.A. 19-
20 2694, 79-2960, 79-2961, 79-2962, 79-2965, 79-2966 and 79-2967 and
21 K.S.A. 2023 Supp. 79-2959 and 79-2964.

22

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

24

25 New Section 1. On July 1, 2024, the director of accounts and reports
26 shall transfer all moneys in the local ad valorem tax reduction fund to the
27 state general fund. On July 1, 2024, all liabilities of the local ad valorem
28 tax reduction fund are hereby transferred to and imposed on the state
29 general fund, and the local ad valorem tax reduction fund is hereby
abolished.

30

31 New Sec. 2. On July 1, 2024, the director of accounts and reports
32 shall transfer all moneys in the county and city revenue sharing fund to the
33 state general fund. On July 1, 2024, all liabilities of the county and city
34 revenue sharing fund are hereby transferred to and imposed on the state
35 general fund, and the county and city revenue sharing fund is hereby
abolished.

36

{New Sec. 3. On August 15, 2024, and each August 15 thereafter,

1 the director of the budget, in consultation with the director of
2 property valuation, shall certify to the director of accounts and
3 reports if the tax levied pursuant to K.S.A. 72-5142, and amendments
4 thereto, is decreased from 20 mills or the exemption provided by
5 K.S.A. 79-201x, and amendments thereto, is increased from \$42,049
6 for any tax year. The director of the budget shall certify to the
7 director of accounts and reports and shall transfer a copy of such
8 certification to the director of legislative research, the amount of
9 revenue that the decrease in property tax would have generated for
10 the tax year if such tax was levied pursuant to K.S.A. 72-5142, and
11 amendments thereto, at the rate of 20 mills and the difference in the
12 amount of revenue that the increase in the exemption provided by
13 K.S.A. 79-201x, and amendments thereto, would have generated for
14 the tax year if the exemption amount was \$42,049. Upon receipt of
15 such certification, or as soon thereafter as moneys are available, the
16 director of accounts and reports shall transfer such certified amount
17 from the state general fund to the state school district finance fund of
18 the department of education.}

19 ~~Sec. 3.~~ {4. On and after July 1, 2024, }K.S.A. 65-163j is hereby
20 amended to read as follows: 65-163j. (a) The dedicated source of revenue
21 for repayment of a loan to a municipality may include service charges,
22 connection fees, special assessments, property taxes, grants or any other
23 source of revenue lawfully available to the municipality for such purpose.
24 In order to ensure repayment by municipalities of the amounts of loans
25 provided under this act, the secretary, after consultation with the governing
26 body of any municipality ~~which~~ that receives a loan, may adopt charges to
27 be levied against individuals and entities served by the project. Any such
28 charges shall remain in effect until the total amount of the loan, and any
29 interest thereon, has been repaid. The charges shall, insofar as is
30 practicable, be equitably assessed and may be in the form of a surcharge to
31 the existing charges of the municipality. The governing body of any
32 municipality ~~which~~ that receives a loan under this act shall collect any
33 charges established by the secretary and shall pay the moneys collected
34 therefrom to the secretary in accordance with procedures established by
35 the secretary.

36 (b) ~~Upon the failure of a municipality to meet the repayment terms~~
37 ~~and conditions of the agreement, the secretary may order the treasurer of~~
38 ~~the county in which the municipality is located to pay to the secretary such~~
39 ~~portion of the municipality's share of the local ad valorem tax reduction~~
40 ~~fund as may be necessary to meet the terms of the agreement,~~
41 ~~notwithstanding the provisions of K.S.A. 79-2960 and 79-2961, and~~
42 ~~amendments thereto. Upon the issuance of such an order, the municipality~~
43 ~~shall not be required to make the tax levy reductions otherwise required by~~

1 ~~K.S.A. 79-2960 and 79-2961, and amendments thereto.~~

2 (e) Municipalities ~~which~~ *that* are provided with loans under this act
3 shall maintain project accounts in accordance with generally accepted
4 government accounting standards.

5 ~~(d)~~(c) Any loans received by a municipality under the provisions of
6 this act shall be construed to be bonds for the purposes of K.S.A. 10-1116
7 and 79-5028, and amendments thereto, and the amount of such loans shall
8 not be included within any limitation on the bonded indebtedness of the
9 municipality.

10 Sec. ~~4~~ **{5. On and after July 1, 2024, }** K.S.A. 65-3306 is hereby
11 amended to read as follows: 65-3306. The secretary's annual request for
12 appropriations to the water pollution control account shall be based on an
13 estimate of the fiscal needs for the ensuing budget year, less any amounts
14 received by the secretary from any public or private grants or contributions
15 and moneys in such account shall be used solely for the purposes provided
16 for by this act. Moneys allocated to a municipality shall be encumbered as
17 an expenditure of this account upon the formal letting of a contract for the
18 improvement notwithstanding the date ~~on which~~ *when* actual payment is
19 made of the state financial assistance. Any municipality may contribute
20 moneys to the state water pollution control account. If there are no
21 uncommitted or unencumbered moneys in the water pollution control
22 account, any municipality applying for any water pollution control project
23 as defined in K.S.A. 65-3302, *and amendments thereto*, shall as a
24 condition of such application certify in writing to the secretary that a
25 contribution in the amount of ~~twenty-five percent~~ (25%) of the eligible
26 cost of such project will be made to the water pollution control account by
27 such municipality prior to formal letting of a construction contract. Upon
28 receipt by the secretary, each such contribution shall be retained in a
29 subaccount of the water pollution control account for use solely in the
30 project for which the municipality has made application.

31 ~~Notwithstanding the provisions of K.S.A. 79-2960 and 79-2961, any~~
32 ~~municipality applying for such a water pollution control project may make~~
33 ~~such contribution from all or such part of its share of the local ad valorem~~
34 ~~tax reduction fund as may be necessary for such purpose, and to the extent~~
35 ~~such fund is pledged and used for such purpose the municipality shall not~~
36 ~~be required to make the tax levy reductions otherwise required by K.S.A.~~
37 ~~79-2960 and 79-2961. Taxes levied by any municipality by reason of its~~
38 ~~failure to make such reduction in its levies shall not be subject to or be~~
39 ~~considered in computing the aggregate limitation upon the levy of taxes by~~
40 ~~such municipality under the provisions of K.S.A. 79-5003.~~

41 Sec. ~~5~~ **{6. On and after July 1, 2024, }** K.S.A. 65-3327 is hereby
42 amended to read as follows: 65-3327. (a) The dedicated source of revenue
43 for repayment of the loans may include service charges, connection fees,

1 special assessments, property taxes, grants or any other source of revenue
2 lawfully available to the municipality for such purpose. In order to ensure
3 repayment by municipalities of the amounts of loans provided under
4 K.S.A. 65-3321 through 65-3329, and amendments thereto, the secretary,
5 after consultation with the governing body of any municipality which
6 receives a loan, may adopt charges to be levied against users of the project.
7 Any such charges shall remain in effect until the total amount of the loan,
8 and any interest thereon, has been repaid. The charges shall, insofar as is
9 practicable, be equitably assessed and may be in the form of a surcharge to
10 the existing charges of the municipality. The governing body of any
11 municipality which receives a loan under K.S.A. 65-3321 through 65-
12 3329, and amendments thereto, shall collect any charges established by the
13 secretary and shall pay the moneys collected therefrom to the secretary in
14 accordance with procedures established by the secretary.

15 ~~(b) Upon the failure of a municipality to meet the repayment terms~~
16 ~~and conditions of the agreement, the secretary may order the treasurer of~~
17 ~~the county in which the municipality is located to pay to the secretary such~~
18 ~~portion of the municipality's share of the local ad valorem tax reduction~~
19 ~~fund as may be necessary to meet the terms of the agreement,~~
20 ~~notwithstanding the provisions of K.S.A. 79-2960 and 79-2961 and~~
21 ~~amendments thereto. Upon the issuance of such an order, the municipality~~
22 ~~shall not be required to make the tax levy reductions otherwise required by~~
23 ~~K.S.A. 79-2960 and 79-2961 and amendments thereto.~~

24 (e) Municipalities ~~which~~ that are provided with loans under K.S.A.
25 65-3321 through 65-3329, and amendments thereto, shall maintain project
26 accounts in accordance with generally accepted government accounting
27 standards.

28 ~~(d)(c)~~ Municipalities ~~which~~ that receive a grant and an allowance
29 under the federal act with respect to project costs for which a loan was
30 provided under K.S.A. 65-3321 through 65-3329, and amendments
31 thereto, shall promptly repay such loan to the extent of the allowance
32 received under the federal act.

33 ~~(e)(d)~~ Any loans received by a municipality under the provisions of
34 K.S.A. 65-3321 through 65-3329, and amendments thereto, shall be
35 construed to be bonds for the purposes of K.S.A. 10-1116 and 79-5028,
36 and amendments thereto, and the amount of such loans shall not be
37 included within any limitation on the bonded indebtedness of the
38 municipality.

39 ~~Sec. 6.~~ **{7. On and after July 1, 2024, }** K.S.A. 2023 Supp. 72-5142
40 is hereby amended to read as follows: 72-5142. (a) The board of education
41 of each school district shall levy an ad valorem tax upon the taxable
42 tangible property of the school district in the school years specified in
43 subsection (b) for the purpose of:

1 (1) Financing that portion of the school district's general fund budget
2 that is not financed from any other source provided by law;

3 (2) paying a portion of the costs of operating and maintaining public
4 schools in partial fulfillment of the constitutional obligation of the
5 legislature to finance the educational interests of the state; and

6 (3) with respect to any redevelopment school district established prior
7 to July 1, 1997, pursuant to K.S.A. 12-1771, and amendments thereto,
8 paying a portion of the principal and interest on bonds issued by cities
9 under authority of K.S.A. 12-1774, and amendments thereto, for the
10 financing of redevelopment projects upon property located within the
11 school district.

12 (b) The tax required under subsection (a) shall be levied at a rate of
13 ~~20 18~~ mills in the school years ~~2023-2024~~ and 2024-2025 and 2025-2026.

14 (c) The proceeds from the tax levied by a district under authority of
15 this section, except the proceeds of such tax levied for the purpose
16 described in subsection (a)(3), shall be remitted to the state treasurer in
17 accordance with the provisions of K.S.A. 75-4215, and amendments
18 thereto. Upon receipt of each such remittance, the state treasurer shall
19 deposit the entire amount in the state treasury to the credit of the state
20 school district finance fund.

21 (d) No school district shall proceed under K.S.A. 79-1964, 79-1964a
22 or 79-1964b, and amendments thereto.

23 ~~Sec. 7~~ **§8. On and after July 1, 2024,** }K.S.A. 2023 Supp. 74-8768
24 is hereby amended to read as follows: 74-8768. (a) There is hereby created
25 the expanded lottery act revenues fund in the state treasury. All
26 expenditures and transfers from such fund shall be made in accordance
27 with appropriation acts. All moneys credited to such fund shall be
28 expended or transferred only for the purposes of reduction of state debt,
29 state infrastructure improvements, the university engineering initiative act,
30 ~~reduction of local ad valorem tax in the same manner as provided for~~
31 ~~allocation of amounts in the local ad valorem tax reduction fund~~ and
32 reduction of the unfunded actuarial liability of the system attributable to
33 the state of Kansas and participating employers under K.S.A. 74-4931, and
34 amendments thereto, by the Kansas public employees retirement system.

35 (b) On July 1, 2021, July 1, 2022, July 1, 2023, July 1, 2024, July 1,
36 2025, July 1, 2026, July 1, 2027, July 1, 2028, July 1, 2029, July 1, 2030,
37 and July 1, 2031, or as soon thereafter such date as moneys are available,
38 the first \$10,500,000 credited to the expanded lottery act revenues fund
39 shall be transferred by the director of accounts and reports from the
40 expanded lottery act revenues fund in one or more substantially equal
41 amounts, to each of the following: The Kan-grow engineering fund – KU,
42 Kan-grow engineering fund – KSU and Kan-grow engineering fund –
43 WSU. Each such special revenue fund shall receive \$3,500,000 annually in

1 each of such years. Commencing in fiscal year 2014, after such transfer
2 has been made, 50% of the remaining moneys credited to the fund shall be
3 transferred on a quarterly basis by the director of accounts and reports
4 from the fund to the Kansas public employees retirement system fund to
5 be applied to reduce the unfunded actuarial liability of the system
6 attributable to the state of Kansas and participating employers under
7 K.S.A. 74-4931 et seq., and amendments thereto, until the system as a
8 whole attains an 80% funding ratio as certified by the board of trustees of
9 the Kansas public employees retirement system.

10 ~~Sec. 8.~~ **§9. On and after July 1, 2024,** }K.S.A. 75-2556 is hereby
11 amended to read as follows: 75-2556. (a) The state librarian shall
12 determine the amount of the grant-in-aid each eligible local public library
13 is to receive based on the latest population census figures as certified by
14 the division of the budget.

15 (b) Except as provided by subsection (d), no local public library shall
16 be eligible for any state grants-in-aid if the total amount of the following
17 paragraphs is less than the total amount produced from such sources for
18 the same library for the previous year, based on the information contained
19 in the official annual budgets of municipalities that are filed with the
20 division of accounts and reports in accordance with K.S.A. 79-2930, and
21 amendments thereto:

22 (1) The amount produced by the local ad valorem tax levies for the
23 current year expenses for such library;

24 ~~(2) the amount of moneys received from the local ad valorem tax~~
25 ~~reduction fund for current year expenses for such library;~~

26 ~~(3) the amount of moneys received from taxes levied upon motor~~
27 ~~vehicles under the provisions of K.S.A. 79-5101 et seq., and amendments~~
28 ~~thereto, for current year expenses for such library; and~~

29 ~~(4)~~(3) the amount of moneys received in the current year from
30 collections of unpaid local ad valorem tax levies for prior year expenses
31 for such library.

32 (c) Local public library districts in which the assessed valuation
33 decreases shall remain eligible for state grants-in-aid so long as the ad
34 valorem tax mill rate for the support of such library has not been reduced
35 below the mill rate imposed for such purpose for the previous year.

36 (d) If a local public library fails to qualify for eligibility for any state
37 grants-in-aid under subsection (b), the state librarian shall have the power
38 to continue the eligibility of a local public library for any state grants-in-
39 aid if the state librarian, after evaluation of all the circumstances,
40 determines that the legislative intent for maintenance of local tax levy
41 support for the on-going operations of the library is being met by the
42 library district.

43 (e) The distribution so determined shall be apportioned and paid on

1 February 15 of each year.

2 Sec. ~~9~~ **{10. On and after July 1, 2024, }** K.S.A. 2023 Supp. 79-201x
3 is hereby amended to read as follows: 79-201x. ~~(a)~~ For taxable year ~~2022~~
4 ~~2024~~, and all taxable years thereafter, the following described property, to
5 the extent herein specified, shall be and is hereby exempt from the
6 property tax levied pursuant to the provisions of K.S.A. 72-5142, and
7 amendments thereto: Property used for residential purposes to the extent of
8 \$40,000 ~~\$80,000~~ **{ \$100,000 }** of its appraised valuation.

9 ~~(b) For taxable year 2023 2025, and all taxable years thereafter, the~~
10 ~~dollar amount of the extent of appraised valuation that is exempt pursuant~~
11 ~~to subsection (a) and any subsequent changes pursuant to this subsection:~~
12 ~~shall be adjusted to reflect the average percentage change in statewide~~
13 ~~residential valuation of all residential real property for the preceding 10-~~
14 ~~years. Such average percentage change shall not be less than zero. The~~
15 ~~director of property valuation shall calculate the average percentage~~
16 ~~change for purposes of this annual adjustment and calculate the dollar~~
17 ~~amount of the extent of appraised valuation that is exempt pursuant to this~~
18 ~~section each year.~~

19 Sec. ~~10~~ **{11. On and after July 1, 2024, }** K.S.A. 79-1107 is hereby
20 amended to read as follows: 79-1107. (a) Every national banking
21 association and state bank located or doing business within the state shall
22 pay to the state for the privilege of doing business within the state a tax
23 according to or measured by its net income for the next preceding taxable
24 year to be computed as provided in this act. Such tax shall consist of a
25 normal tax and a surtax and shall be computed as follows:

26 ~~(a)(1) (A) For tax year 2024,~~ the normal tax shall be an amount equal
27 to ~~2⁺/₄%~~ 2.25% of such net income; and

28 ~~(B) for tax year 2025, and all tax years thereafter, the normal tax~~
29 ~~shall be an amount equal to 1.63% of such net income; and~~

30 ~~(b)(2) the surtax shall be an amount equal to 2⁺/₈%~~ 2.125% of such
31 net income in excess of \$25,000.

32 ~~(b) The tax levied shall be in lieu of ad valorem taxes which might~~
33 ~~otherwise be imposed by the state or political subdivisions thereof upon~~
34 ~~shares of capital stock or the intangible assets of national banking~~
35 ~~associations and state banks.~~

36 Sec. ~~11~~ **{12. On and after July 1, 2024, }** K.S.A. 79-1108 is hereby
37 amended to read as follows: 79-1108. (a) Every trust company and savings
38 and loan association located or doing business within the state shall pay to
39 the state for the privilege of doing business within the state a tax according
40 to or measured by its net income for the next preceding taxable year to be
41 computed as provided in this act. Such tax shall consist of a normal tax
42 and a surtax and shall be computed as follows:

43 ~~(a)(1) (A) For tax year 2024,~~ the normal tax on every trust company

1 and savings and loan association shall be an amount equal to ~~2⁺/₄%~~ 2.25%
2 of such net income; and

3 *(B) for tax year 2025, and all tax years thereafter, the normal tax on*
4 *every trust company and savings and loan association shall be an amount*
5 *equal to 1.61% of such net income; and*

6 ~~(b)(2)~~ the surtax on every trust company and savings and loan
7 association shall be an amount equal to ~~2⁺/₄%~~ 2.25% of such net income in
8 excess of \$25,000.

9 *(b)* The tax levied shall be in lieu of ad valorem taxes which might
10 otherwise be imposed by the state or political subdivision thereof upon
11 shares of capital stock or other intangible assets of trust companies and
12 savings and loan associations.

13 Sec. 12. **{13. On and after July 1, 2024, }** K.S.A. 79-1479 is hereby
14 amended to read as follows: 79-1479. (a) On or before January 15, 1992,
15 and quarterly thereafter, the county or district appraiser shall submit to the
16 director of property valuation a progress report indicating actions taken
17 during the preceding quarter calendar year to implement the appraisal of
18 property in the county or district. Whenever the director of property
19 valuation shall determine that any county has failed, neglected or refused
20 to properly provide for the appraisal of property or the updating of the
21 appraisals on an annual basis in substantial compliance with the provisions
22 of law and the guidelines and timetables prescribed by the director, the
23 director shall file with the state board of tax appeals a complaint stating the
24 facts upon which the director has made the determination of
25 noncompliance as provided by K.S.A. 79-1413a, and amendments thereto.
26 If, as a result of such proceeding, the state board of tax appeals finds that
27 the county is not in substantial compliance with the provisions of law and
28 the guidelines and timetables of the director of property valuation
29 providing for the appraisal of all property in the county or the updating of
30 the appraisals on an annual basis, it shall order the immediate assumption
31 of the duties of the office of county appraiser by the director of the
32 division of property valuation until such time as the director of property
33 valuation determines that the county is in substantial compliance with the
34 provisions of law. ~~In addition, the board shall order the state treasurer to~~
35 ~~withhold all or a portion of the county's entitlement to moneys from either~~
36 ~~or both of the local ad valorem tax reduction fund and the city and county~~
37 ~~revenue sharing fund for the year following the year in which the order is~~
38 ~~issued.~~ Upon service of any such order on the board of county
39 commissioners, the appraiser shall immediately deliver to the director of
40 property valuation, or the director's designee, all books, records and papers
41 pertaining to the appraiser's office.

42 Any county for which the director of the division of property valuation
43 is ordered by the state board of tax appeals to assume the responsibility

1 and duties of the office of county appraiser shall reimburse the state for the
2 actual costs incurred by the director of the division of property valuation in
3 the assumption and carrying out of such responsibility and duties,
4 including any contracting costs in the event it is necessary for the director
5 of property valuation to contract with private appraisal firms to carry out
6 such responsibilities and duties.

7 (b) On or before June 1 of each year, the director of property
8 valuation shall review the appraisal of property in each county or district
9 to determine if property within the county or district is being appraised or
10 valued in accordance with the requirements of law. If the director
11 determines the property in any county or district is not being appraised in
12 accordance with the requirements of law, the director of property valuation
13 shall notify the county or district appraiser and the board of county
14 commissioners of any county or counties affected that the county has 30
15 days within which to submit to the director a plan for bringing the
16 appraisal of property within the county into compliance.

17 If a plan is submitted and approved by the director the county or district
18 shall proceed to implement the plan as submitted. The director shall
19 continue to monitor the program to insure that the plan is implemented as
20 submitted. If no plan is submitted or if the director does not approve the
21 plan, the director shall petition the state board of tax appeals for a review
22 of the plan or, if no plan is submitted, for authority for the division of
23 property valuation to assume control of the appraisal program of the
24 county and to proceed to bring the same into compliance with the
25 requirements of law.

26 If the state board of tax appeals approves the plan, the county or district
27 appraiser shall proceed to implement the plan as submitted. If no plan has
28 been submitted or the plan submitted is not approved, the board shall fix a
29 time within which the county may submit a plan or an amended plan for
30 approval. If no plan is submitted and approved within the time prescribed
31 by the board, the board shall order the division of property valuation to
32 assume control of the appraisal program of the county ~~and shall certify its~~
33 ~~order to the state treasurer who shall withhold distributions of the county's~~
34 ~~share of moneys from the county and city revenue sharing fund and the~~
35 ~~local ad valorem tax reduction fund and credit the same to the general fund~~
36 ~~of the state for the year following the year in which the board's order is~~
37 ~~made.~~ The director of property valuation shall certify the amount of the
38 cost incurred by the division in bringing the program in compliance to the
39 state board of tax appeals. The board shall order the county commissioners
40 to reimburse the state for such costs.

41 (c) The state board of tax appeals shall within 60 days after the
42 publication of the Kansas assessment/sales ratio study review such
43 publication to determine county compliance with K.S.A. 79-1439, and

1 amendments thereto. If in the determination of the board one or more
2 counties are not in substantial compliance and the director of property
3 valuation has not acted under subsection (b), the board shall order the
4 director of property valuation to take such corrective action as is necessary
5 or to show cause for noncompliance.

6 ~~Sec. 13.~~ **{14. On and after July 1, 2024, }** K.S.A. 2023 Supp. 79-
7 2988 is hereby amended to read as follows: 79-2988. (a) On or before June
8 15 each year, the county clerk shall calculate the revenue neutral rate for
9 each taxing subdivision and include such revenue neutral rate on the notice
10 of the estimated assessed valuation provided to each taxing subdivision for
11 budget purposes. The director of accounts and reports shall modify the
12 prescribed budget information form to show the revenue neutral rate.

13 (b) No tax rate in excess of the revenue neutral rate shall be levied by
14 the governing body of any taxing subdivision unless a resolution or
15 ordinance has been approved by the governing body according to the
16 following procedure:

17 (1) At least 10 days in advance of the public hearing, the governing
18 body shall publish notice of its proposed intent to exceed the revenue
19 neutral rate by publishing notice:

20 (A) On the website of the governing body, if the governing body
21 maintains a website; and

22 (B) in a weekly or daily newspaper of the county having a general
23 circulation therein. The notice shall include, but not be limited to, its
24 proposed tax rate, its revenue neutral rate and the date, time and location
25 of the public hearing.

26 (2) On or before July 20, the governing body shall notify the county
27 clerk of its proposed intent to exceed the revenue neutral rate and provide
28 the date, time and location of the public hearing and its proposed tax rate.
29 For all tax years commencing after December 31, 2021, the county clerk
30 shall notify each taxpayer with property in the taxing subdivision, by mail
31 directed to the taxpayer's last known address, of the proposed intent to
32 exceed the revenue neutral rate at least 10 days in advance of the public
33 hearing. Alternatively, the county clerk may transmit the notice to the
34 taxpayer by electronic means at least 10 days in advance of the public
35 hearing, if such taxpayer and county clerk have consented in writing to
36 service by electronic means. The county clerk shall consolidate the
37 required information for all taxing subdivisions relevant to the taxpayer's
38 property on one notice. The notice shall be in a format prescribed by the
39 director of accounts and reports. The notice shall include, but not be
40 limited to:

41 (A) The revenue neutral rate of each taxing subdivision relevant to
42 the taxpayer's property;

43 (B) the proposed property tax revenue needed to fund the proposed

1 budget of the taxing subdivision, if the taxing subdivision notified the
2 county clerk of its proposed intent to exceed its revenue neutral rate;

3 (C) the proposed tax rate based upon the proposed budget and the
4 current year's total assessed valuation of the taxing subdivision, if the
5 taxing subdivision notified the county clerk of its proposed intent to
6 exceed its revenue neutral rate;

7 (D) the percentage by which the proposed tax rate exceeds the
8 revenue neutral rate;

9 (E) the tax rate and property tax of each taxing subdivision on the
10 taxpayer's property from the previous year's tax statement;

11 (F) the appraised value and assessed value of the taxpayer's property
12 for the current year;

13 (G) the estimates of the tax for the current tax year on the taxpayer's
14 property based on the revenue neutral rate of each taxing subdivision and
15 any proposed tax rates that exceed the revenue neutral rates;

16 (H) the difference between the estimates of tax based on the proposed
17 tax rate and the revenue neutral rate on the taxpayer's property described in
18 subparagraph (G) for any taxing subdivision that has a proposed tax rate
19 that exceeds its revenue neutral rate; and

20 (I) the date, time and location of the public hearing of the taxing
21 subdivision, if the taxing subdivision notified the county clerk of its
22 proposed intent to exceed its revenue neutral rate.

23 Although the state of Kansas is not a taxing subdivision for purposes of
24 this section, the notice shall include a statement of the statutory mill levies
25 imposed by the state and the estimate of the tax for the current year on the
26 taxpayer's property based on such levies.

27 (3) The public hearing to consider exceeding the revenue neutral rate
28 shall be held not sooner than August 20 and not later than September 20.
29 The governing body shall provide interested taxpayers desiring to be heard
30 an opportunity to present oral testimony within reasonable time limits and
31 without unreasonable restriction on the number of individuals allowed to
32 make public comment. The public hearing may be conducted in
33 conjunction with the proposed budget hearing pursuant to K.S.A. 79-2929,
34 and amendments thereto, if the governing body otherwise complies with
35 all requirements of this section. Nothing in this section shall be construed
36 to prohibit additional public hearings that provide additional opportunities
37 to present testimony or public comment prior to the public hearing
38 required by this section.

39 (4) A majority vote of the governing body, by the adoption of a
40 resolution or ordinance to approve exceeding the revenue neutral rate,
41 shall be required prior to adoption of a proposed budget that will result in a
42 tax rate in excess of the revenue neutral rate. Such vote of the governing
43 body shall be conducted at the public hearing after the governing body has

1 heard from interested taxpayers and shall be a roll call vote. If the
2 governing body approves exceeding the revenue neutral rate, the
3 governing body shall not adopt a budget that results in a tax rate in excess
4 of its proposed tax rate as stated in the notice provided pursuant to this
5 section. A copy of the resolution or ordinance to approve exceeding the
6 revenue neutral rate and a certified copy of any roll call vote reporting, at a
7 minimum, the name and vote of each member of the governing body
8 related to exceeding the revenue neutral rate, whether approved or not,
9 shall be included with the adopted budget, budget certificate and other
10 budget forms filed with the county clerk and the director of accounts and
11 reports and shall be published on the website of the department of
12 administration.

13 (c) (1) Any governing body subject to the provisions of this section
14 that does not comply with subsection (b) shall refund to taxpayers any
15 property taxes over-collected based on the amount of the levy that was in
16 excess of the revenue neutral rate.

17 (2) Any taxpayer of the taxing subdivision that is the subject of the
18 complaint or such taxpayer's duly authorized representative may file a
19 complaint with the state board of tax appeals by filing a written complaint,
20 on a form prescribed by the board, that contains the facts that the
21 complaining party believes show that a governing body of a taxing
22 subdivision did not comply with the provisions of subsection (b) and that a
23 reduction or refund of taxes is appropriate. The complaining party shall
24 provide a copy of such complaint to the governing body of the taxing
25 subdivision making the levy that is the subject of the complaint.
26 Notwithstanding K.S.A. 74-2438a, and amendments thereto, no filing fee
27 shall be charged by the executive director of the state board of tax appeals
28 for a complaint filed pursuant to this paragraph. The governing body of the
29 taxing subdivision making the levy that is the subject of the complaint
30 shall be a party to the proceeding. Notice of any summary proceeding or
31 hearing shall be served upon such governing body, the county clerk, the
32 director of accounts and reports and the complaining party. It shall be the
33 duty of the governing body to initiate the production of evidence to
34 demonstrate, by a preponderance of the evidence, the validity of such levy.
35 If upon a summary proceeding or hearing, it shall be made to appear to the
36 satisfaction of the board that the governing body of the taxing subdivision
37 did not comply with subsection (b), the state board of tax appeals shall
38 order such governing body to refund to taxpayers the amount of property
39 taxes over collected or reduce the taxes levied, if uncollected. The
40 provisions of this paragraph shall not be construed as prohibiting any other
41 remedies available under the law.

42 (d) On and after January 1, 2022, in the event that the ~~20 mills tax~~
43 levied by a school district pursuant to K.S.A. 72-5142, and amendments

1 thereto, increases the property tax revenue generated for the purpose of
2 calculating the revenue neutral rate from the previous tax year and such
3 amount of increase in revenue generated from ~~the 20 mills such tax levied~~
4 is the only reason *that* the school district would exceed the total property
5 tax revenue from the prior year, the school district shall be deemed to not
6 have exceeded the revenue neutral rate in levying a tax rate in excess of
7 the revenue neutral rate to take into account the increase in revenue from
8 only ~~the 20 mills such tax levied~~.

9 (e) (1) Notwithstanding any other provision of law to the contrary, if
10 the governing body of a taxing subdivision must conduct a public hearing
11 to approve exceeding the revenue neutral rate under this section, the
12 governing body of the taxing subdivision shall certify, on or before
13 October 1, to the proper county clerk the amount of ad valorem tax to be
14 levied.

15 (2) If a governing body of a taxing subdivision did not comply with
16 the provisions of subsection (b) and certifies to the county clerk an amount
17 of ad valorem tax to be levied that would result in a tax rate in excess of its
18 revenue neutral rate, the county clerk shall reduce the ad valorem tax to be
19 levied to the amount resulting from such taxing subdivision's revenue
20 neutral rate.

21 (f) As used in this section:

22 (1) "Taxing subdivision" means any political subdivision of the state
23 that levies an ad valorem tax on property.

24 (2) "Revenue neutral rate" means the tax rate for the current tax year
25 that would generate the same property tax revenue as levied the previous
26 tax year using the current tax year's total assessed valuation. To calculate
27 the revenue neutral rate, the county clerk shall divide the property tax
28 revenue for such taxing subdivision levied for the previous tax year by the
29 total of all taxable assessed valuation in such taxing subdivision for the
30 current tax year, and then multiply the quotient by 1,000 to express the rate
31 in mills. The revenue neutral rate shall be expressed to the third decimal
32 place.

33 (g) In the event that a county clerk incurred costs of printing and
34 postage that were not reimbursed pursuant to K.S.A. 2023 Supp. 79-2989,
35 and amendments thereto, such county clerk may seek reimbursement from
36 all taxing subdivisions required to send the notice. Such costs shall be
37 shared proportionately by all taxing subdivisions that were included on the
38 same notice based on the total property tax levied by each taxing
39 subdivision. Payment of such costs shall be due to the county clerk by
40 December 31.

41 (h) The department of administration or the director of accounts and
42 reports shall make copies of adopted budgets, budget certificates, other
43 budget documents and revenue neutral rate documents available to the

1 public on the department of administration's website on a permanently
 2 accessible web page that may be accessed via a conspicuous link to that
 3 web page placed on the front page of the department's website. The
 4 department of administration or the director of accounts and reports shall
 5 also make the following information for each tax year available on such
 6 website:

- 7 (1) A list of taxing subdivisions by county;
- 8 (2) whether each taxing subdivision conducted a hearing to consider
 9 exceeding its revenue neutral rate;
- 10 (3) the revenue neutral rate of each taxing subdivision;
- 11 (4) the tax rate resulting from the adopted budget of each taxing
 12 subdivision; and
- 13 (5) the percent change between the revenue neutral rate and the tax
 14 rate for each taxing subdivision.

15 ~~Sec. 14.~~ **{15. On and after July 1, 2024, }** K.S.A. 2023 Supp. 79-
 16 32,110 is hereby amended to read as follows: 79-32,110. (a) *Resident*
 17 *individuals*. Except as otherwise provided by K.S.A. 79-3220(a), and
 18 amendments thereto, a tax is hereby imposed upon the Kansas taxable
 19 income of every resident individual, which tax shall be computed in
 20 accordance with the following tax schedules:

21 (1) *Married individuals filing joint returns*.

22 (A) ~~For tax year 2012:~~

23 If the taxable income is: _____	The tax is:
24 Not over \$30,000 _____	3.5% of Kansas taxable income
25 Over \$30,000 but not over \$60,000 _____	\$1,050 plus 6.25% of excess
26 _____	over \$30,000
27 Over \$60,000 _____	\$2,925 plus 6.45% of excess
28 _____	over \$60,000

29 (B) ~~For tax year 2013:~~

30 If the taxable income is: _____	The tax is:
31 Not over \$30,000 _____	3.0% of Kansas taxable income
32 Over \$30,000 _____	\$900 plus 4.9% of excess over
33 _____	\$30,000

34 (C) ~~For tax year 2014:~~

35 If the taxable income is: _____	The tax is:
36 Not over \$30,000 _____	2.7% of Kansas taxable income
37 Over \$30,000 _____	\$810 plus 4.8% of excess over
38 _____	\$30,000

39 (D) ~~For tax years 2015 and 2016:~~

40 If the taxable income is: _____	The tax is:
41 Not over \$30,000 _____	2.7% of Kansas taxable income
42 Over \$30,000 _____	\$810 plus 4.6% of excess over
43 _____	\$30,000

1 (E) For tax year 2017:
 2 If the taxable income is: The tax is:
 3 Not over \$30,000 2.9% of Kansas taxable income
 4 Over \$30,000 but not over \$60,000 \$870 plus 4.9% of excess over
 5 \$30,000
 6 Over \$60,000 \$2,340 plus 5.2% of excess over
 7 \$60,000

8
 9 (F) For tax year years 2018, and all tax years thereafter through 2023:
 10 If the taxable income is: The tax is:
 11 Not over \$30,000.....3.1% of Kansas taxable income
 12 Over \$30,000 but not over \$60,000.....\$930 plus 5.25% of excess
 13 over \$30,000
 14 Over \$60,000.....\$2,505 plus 5.7% of excess
 15 over \$60,000

16 (B) For tax year 2024, and all tax years thereafter:
 17
 18 If the taxable income is: The tax is:
 19 Not over \$14,000.....0% of Kansas taxable income
 20 Over \$14,000 but not over \$60,000.....5.2% of excess over \$14,000
 21 Over \$60,000.....\$2,392 plus 5.65% of excess
 22 over \$60,000

23 (2) All other individuals.

24 (A) For tax year 2012:
 25 If the taxable income is: The tax is:
 26 Not over \$15,000 3.5% of Kansas taxable income
 27 Over \$15,000 but not over \$30,000 \$525 plus 6.25% of excess
 28 over \$15,000
 29 Over \$30,000 \$1,462.50 plus 6.45% of excess
 30 over \$30,000

31 (B) For tax year 2013:
 32 If the taxable income is: The tax is:
 33 Not over \$15,000 3.0% of Kansas taxable income
 34 Over \$15,000 \$450 plus 4.9% of excess over
 35 \$15,000

36 (C) For tax year 2014:
 37 If the taxable income is: The tax is:
 38 Not over \$15,000 2.7% of Kansas taxable income
 39 Over \$15,000 \$405 plus 4.8% of excess over
 40 \$15,000

41 (D) For tax years 2015 and 2016:
 42 If the taxable income is: The tax is:
 43 Not over \$15,000 2.7% of Kansas taxable income

1	Over \$15,000	\$405 plus 4.6% of excess over
2		\$15,000
3	(E) For tax year 2017:	
4	If the taxable income is:	The tax is:
5	Not over \$15,000	2.9% of Kansas taxable income
6	Over \$15,000 but not over \$30,000	\$435 plus 4.9% of excess over
7		\$15,000
8	Over \$30,000	\$1,170 plus 5.2% of excess over
9		\$30,000

10	(F) For tax year years 2018, and all tax years thereafter through 2023:	
11	If the taxable income is:	The tax is:
12	Not over \$15,000.....	3.1% of Kansas taxable income
13	Over \$15,000 but not over \$30,000.....	\$465 plus 5.25% of excess
14		over \$15,000
15	Over \$30,000.....	\$1,252.50 plus 5.7% of excess
16		over \$30,000

17 (B) For tax year 2024, and all tax years thereafter:

19	If the taxable income is:	The tax is:
20	Not over \$7,000.....	0% of Kansas taxable income
21	Over \$7,000 but not over \$30,000.....	5.2% of excess over \$7,000
22	Over \$30,000.....	\$1,196 plus 5.65% of excess
23		over \$30,000

24 (b) *Nonresident individuals.* A tax is hereby imposed upon the Kansas
 25 taxable income of every nonresident individual, which tax shall be an
 26 amount equal to the tax computed under subsection (a) as if the
 27 nonresident were a resident multiplied by the ratio of modified Kansas
 28 source income to Kansas adjusted gross income.

29 (c) *Corporations.* A tax is hereby imposed upon the Kansas taxable
 30 income of every corporation doing business within this state or deriving
 31 income from sources within this state. Such tax shall consist of a normal
 32 tax and a surtax and shall be computed as follows unless otherwise
 33 modified pursuant to K.S.A. 2023 Supp. 74-50,321, and amendments
 34 thereto:

35 (1) The normal tax shall be in an amount equal to 4% of the Kansas
 36 taxable income of such corporation; and

37 (2) the surtax shall be in an amount equal to 3% of the Kansas taxable
 38 income of such corporation in excess of \$50,000.

39 (d) *Fiduciaries.* A tax is hereby imposed upon the Kansas taxable
 40 income of estates and trusts at the rates provided in subsection (a)(2)
 41 hereof.

42 (e) Notwithstanding the provisions of subsections (a) and (b): ~~(1) For~~
 43 ~~tax years 2016 and 2017, married individuals filing joint returns with~~

1 taxable income of \$12,500 or less, and all other individuals with taxable
2 income of \$5,000 or less, shall have a tax liability of zero; and (2), for tax
3 year years 2018, and all tax years thereafter through 2023, married
4 individuals filing joint returns with taxable income of \$5,000 or less, and
5 all other individuals with taxable income of \$2,500 or less, shall have a tax
6 liability of zero.

7 (f)—No taxpayer shall be assessed penalties and interest arising from
8 the underpayment of taxes due to changes to the rates in subsection (a) that
9 became law on July 1, 2017, so long as such underpayment is rectified on
10 or before April 17, 2018.

11 ~~Sec. 15.~~ **§16. On and after July 1, 2024,** }K.S.A. 2023 Supp. 79-
12 32,117 is hereby amended to read as follows: 79-32,117. (a) The Kansas
13 adjusted gross income of an individual means such individual's federal
14 adjusted gross income for the taxable year, with the modifications
15 specified in this section.

16 (b) There shall be added to federal adjusted gross income:

17 (i) Interest income less any related expenses directly incurred in the
18 purchase of state or political subdivision obligations, to the extent that the
19 same is not included in federal adjusted gross income, on obligations of
20 any state or political subdivision thereof, but to the extent that interest
21 income on obligations of this state or a political subdivision thereof issued
22 prior to January 1, 1988, is specifically exempt from income tax under the
23 laws of this state authorizing the issuance of such obligations, it shall be
24 excluded from computation of Kansas adjusted gross income whether or
25 not included in federal adjusted gross income. Interest income on
26 obligations of this state or a political subdivision thereof issued after
27 December 31, 1987, shall be excluded from computation of Kansas
28 adjusted gross income whether or not included in federal adjusted gross
29 income.

30 (ii) Taxes on or measured by income or fees or payments in lieu of
31 income taxes imposed by this state or any other taxing jurisdiction to the
32 extent deductible in determining federal adjusted gross income and not
33 credited against federal income tax. This paragraph shall not apply to taxes
34 imposed under the provisions of K.S.A. 79-1107 or 79-1108, and
35 amendments thereto, for privilege tax year 1995, and all such years
36 thereafter.

37 (iii) The federal net operating loss deduction, except that the federal
38 net operating loss deduction shall not be added to an individual's federal
39 adjusted gross income for tax years beginning after December 31, 2016.

40 (iv) Federal income tax refunds received by the taxpayer if the
41 deduction of the taxes being refunded resulted in a tax benefit for Kansas
42 income tax purposes during a prior taxable year. Such refunds shall be
43 included in income in the year actually received regardless of the method

1 of accounting used by the taxpayer. For purposes hereof, a tax benefit shall
2 be deemed to have resulted if the amount of the tax had been deducted in
3 determining income subject to a Kansas income tax for a prior year
4 regardless of the rate of taxation applied in such prior year to the Kansas
5 taxable income, but only that portion of the refund shall be included as
6 bears the same proportion to the total refund received as the federal taxes
7 deducted in the year to which such refund is attributable bears to the total
8 federal income taxes paid for such year. For purposes of the foregoing
9 sentence, federal taxes shall be considered to have been deducted only to
10 the extent such deduction does not reduce Kansas taxable income below
11 zero.

12 (v) The amount of any depreciation deduction or business expense
13 deduction claimed on the taxpayer's federal income tax return for any
14 capital expenditure in making any building or facility accessible to the
15 handicapped, for which expenditure the taxpayer claimed the credit
16 allowed by K.S.A. 79-32,177, and amendments thereto.

17 (vi) Any amount of designated employee contributions picked up by
18 an employer pursuant to K.S.A. 12-5005, 20-2603, 74-4919 and 74-4965,
19 and amendments thereto.

20 (vii) The amount of any charitable contribution made to the extent the
21 same is claimed as the basis for the credit allowed pursuant to K.S.A. 79-
22 32,196, and amendments thereto.

23 (viii) The amount of any costs incurred for improvements to a swine
24 facility, claimed for deduction in determining federal adjusted gross
25 income, to the extent the same is claimed as the basis for any credit
26 allowed pursuant to K.S.A. 79-32,204, and amendments thereto.

27 (ix) The amount of any ad valorem taxes and assessments paid and
28 the amount of any costs incurred for habitat management or construction
29 and maintenance of improvements on real property, claimed for deduction
30 in determining federal adjusted gross income, to the extent the same is
31 claimed as the basis for any credit allowed pursuant to K.S.A. 79-32,203,
32 and amendments thereto.

33 (x) Amounts received as nonqualified withdrawals, as defined by
34 K.S.A. 75-643, and amendments thereto, if, at the time of contribution to a
35 family postsecondary education savings account, such amounts were
36 subtracted from the federal adjusted gross income pursuant to subsection
37 (c)(xv) or if such amounts are not already included in the federal adjusted
38 gross income.

39 (xi) The amount of any contribution made to the same extent the
40 same is claimed as the basis for the credit allowed pursuant to K.S.A. 74-
41 50,154, and amendments thereto.

42 (xii) For taxable years commencing after December 31, 2004,
43 amounts received as withdrawals not in accordance with the provisions of

1 K.S.A. 74-50,204, and amendments thereto, if, at the time of contribution
2 to an individual development account, such amounts were subtracted from
3 the federal adjusted gross income pursuant to subsection (c)(xiii), or if
4 such amounts are not already included in the federal adjusted gross
5 income.

6 (xiii) The amount of any expenditures claimed for deduction in
7 determining federal adjusted gross income, to the extent the same is
8 claimed as the basis for any credit allowed pursuant to K.S.A. 79-32,217
9 through 79-32,220 or 79-32,222, and amendments thereto.

10 (xiv) The amount of any amortization deduction claimed in
11 determining federal adjusted gross income to the extent the same is
12 claimed for deduction pursuant to K.S.A. 79-32,221, and amendments
13 thereto.

14 (xv) The amount of any expenditures claimed for deduction in
15 determining federal adjusted gross income, to the extent the same is
16 claimed as the basis for any credit allowed pursuant to K.S.A. 79-32,223
17 through 79-32,226, 79-32,228 through 79-32,231, 79-32,233 through 79-
18 32,236, 79-32,238 through 79-32,241, 79-32,245 through 79-32,248 or 79-
19 32,251 through 79-32,254, and amendments thereto.

20 (xvi) The amount of any amortization deduction claimed in
21 determining federal adjusted gross income to the extent the same is
22 claimed for deduction pursuant to K.S.A. 79-32,227, 79-32,232, 79-
23 32,237, 79-32,249, 79-32,250 or 79-32,255, and amendments thereto.

24 (xvii) The amount of any amortization deduction claimed in
25 determining federal adjusted gross income to the extent the same is
26 claimed for deduction pursuant to K.S.A. 79-32,256, and amendments
27 thereto.

28 (xviii) For taxable years commencing after December 31, 2006, the
29 amount of any ad valorem or property taxes and assessments paid to a state
30 other than Kansas or local government located in a state other than Kansas
31 by a taxpayer who resides in a state other than Kansas, when the law of
32 such state does not allow a resident of Kansas who earns income in such
33 other state to claim a deduction for ad valorem or property taxes or
34 assessments paid to a political subdivision of the state of Kansas in
35 determining taxable income for income tax purposes in such other state, to
36 the extent that such taxes and assessments are claimed as an itemized
37 deduction for federal income tax purposes.

38 (xix) For taxable years beginning after December 31, 2012, and
39 ending before January 1, 2017, the amount of any: (1) Loss from business
40 as determined under the federal internal revenue code and reported from
41 schedule C and on line 12 of the taxpayer's form 1040 federal individual
42 income tax return; (2) loss from rental real estate, royalties, partnerships, S
43 corporations, except those with wholly owned subsidiaries subject to the

1 Kansas privilege tax, estates, trusts, residual interest in real estate
2 mortgage investment conduits and net farm rental as determined under the
3 federal internal revenue code and reported from schedule E and on line 17
4 of the taxpayer's form 1040 federal individual income tax return; and (3)
5 farm loss as determined under the federal internal revenue code and
6 reported from schedule F and on line 18 of the taxpayer's form 1040
7 federal income tax return; all to the extent deducted or subtracted in
8 determining the taxpayer's federal adjusted gross income. For purposes of
9 this subsection, references to the federal form 1040 and federal schedule
10 C, schedule E, and schedule F, shall be to such form and schedules as they
11 existed for tax year 2011, and as revised thereafter by the internal revenue
12 service.

13 (xx) For taxable years beginning after December 31, 2012, and
14 ending before January 1, 2017, the amount of any deduction for self-
15 employment taxes under section 164(f) of the federal internal revenue
16 code as in effect on January 1, 2012, and amendments thereto, in
17 determining the federal adjusted gross income of an individual taxpayer, to
18 the extent the deduction is attributable to income reported on schedule C,
19 E or F and on line 12, 17 or 18 of the taxpayer's form 1040 federal income
20 tax return.

21 (xxi) For taxable years beginning after December 31, 2012, and
22 ending before January 1, 2017, the amount of any deduction for pension,
23 profit sharing, and annuity plans of self-employed individuals under
24 section 62(a)(6) of the federal internal revenue code as in effect on January
25 1, 2012, and amendments thereto, in determining the federal adjusted gross
26 income of an individual taxpayer.

27 (xxii) For taxable years beginning after December 31, 2012, and
28 ending before January 1, 2017, the amount of any deduction for health
29 insurance under section 162(l) of the federal internal revenue code as in
30 effect on January 1, 2012, and amendments thereto, in determining the
31 federal adjusted gross income of an individual taxpayer.

32 (xxiii) For taxable years beginning after December 31, 2012, and
33 ending before January 1, 2017, the amount of any deduction for domestic
34 production activities under section 199 of the federal internal revenue code
35 as in effect on January 1, 2012, and amendments thereto, in determining
36 the federal adjusted gross income of an individual taxpayer.

37 (xxiv) For taxable years commencing after December 31, 2013, that
38 portion of the amount of any expenditure deduction claimed in
39 determining federal adjusted gross income for expenses paid for medical
40 care of the taxpayer or the taxpayer's spouse or dependents when such
41 expenses were paid or incurred for an abortion, or for a health benefit plan,
42 as defined in K.S.A. 65-6731, and amendments thereto, for the purchase of
43 an optional rider for coverage of abortion in accordance with K.S.A. 40-

1 2,190, and amendments thereto, to the extent that such taxes and
2 assessments are claimed as an itemized deduction for federal income tax
3 purposes.

4 (xxv) For taxable years commencing after December 31, 2013, that
5 portion of the amount of any expenditure deduction claimed in
6 determining federal adjusted gross income for expenses paid by a taxpayer
7 for health care when such expenses were paid or incurred for abortion
8 coverage, a health benefit plan, as defined in K.S.A. 65-6731, and
9 amendments thereto, when such expenses were paid or incurred for
10 abortion coverage or amounts contributed to health savings accounts for
11 such taxpayer's employees for the purchase of an optional rider for
12 coverage of abortion in accordance with K.S.A. 40-2,190, and
13 amendments thereto, to the extent that such taxes and assessments are
14 claimed as a deduction for federal income tax purposes.

15 (xxvi) For all taxable years beginning after December 31, 2016, the
16 amount of any charitable contribution made to the extent the same is
17 claimed as the basis for the credit allowed pursuant to K.S.A. 72-4357, and
18 amendments thereto, and is also claimed as an itemized deduction for
19 federal income tax purposes.

20 (xxvii) For all taxable years commencing after December 31, 2020,
21 the amount deducted by reason of a carryforward of disallowed business
22 interest pursuant to section 163(j) of the federal internal revenue code of
23 1986, as in effect on January 1, 2018.

24 (xxviii) For all taxable years beginning after December 31, 2021, the
25 amount of any contributions to, or earnings from, a first-time home buyer
26 savings account if distributions from the account were not used to pay for
27 expenses or transactions authorized pursuant to K.S.A. 2023 Supp. 58-
28 4904, and amendments thereto, or were not held for the minimum length
29 of time required pursuant to K.S.A. 2023 Supp. 58-4904, and amendments
30 thereto. Contributions to, or earnings from, such account shall also include
31 any amount resulting from the account holder not designating a surviving
32 payable on death beneficiary pursuant to K.S.A. 2023 Supp. 58-4904(e),
33 and amendments thereto.

34 (c) There shall be subtracted from federal adjusted gross income:

35 (i) Interest or dividend income on obligations or securities of any
36 authority, commission or instrumentality of the United States and its
37 possessions less any related expenses directly incurred in the purchase of
38 such obligations or securities, to the extent included in federal adjusted
39 gross income but exempt from state income taxes under the laws of the
40 United States.

41 (ii) Any amounts received which are included in federal adjusted
42 gross income but which are specifically exempt from Kansas income
43 taxation under the laws of the state of Kansas.

1 (iii) The portion of any gain or loss from the sale or other disposition
2 of property having a higher adjusted basis for Kansas income tax purposes
3 than for federal income tax purposes on the date such property was sold or
4 disposed of in a transaction in which gain or loss was recognized for
5 purposes of federal income tax that does not exceed such difference in
6 basis, but if a gain is considered a long-term capital gain for federal
7 income tax purposes, the modification shall be limited to that portion of
8 such gain which is included in federal adjusted gross income.

9 (iv) The amount necessary to prevent the taxation under this act of
10 any annuity or other amount of income or gain which was properly
11 included in income or gain and was taxed under the laws of this state for a
12 taxable year prior to the effective date of this act, as amended, to the
13 taxpayer, or to a decedent by reason of whose death the taxpayer acquired
14 the right to receive the income or gain, or to a trust or estate from which
15 the taxpayer received the income or gain.

16 (v) The amount of any refund or credit for overpayment of taxes on
17 or measured by income or fees or payments in lieu of income taxes
18 imposed by this state, or any taxing jurisdiction, to the extent included in
19 gross income for federal income tax purposes.

20 (vi) Accumulation distributions received by a taxpayer as a
21 beneficiary of a trust to the extent that the same are included in federal
22 adjusted gross income.

23 (vii) Amounts received as annuities under the federal civil service
24 retirement system from the civil service retirement and disability fund and
25 other amounts received as retirement benefits in whatever form which
26 were earned for being employed by the federal government or for service
27 in the armed forces of the United States.

28 (viii) Amounts received by retired railroad employees as a
29 supplemental annuity under the provisions of 45 U.S.C. §§ 228b(a) and
30 228c(a)(1) et seq.

31 (ix) Amounts received by retired employees of a city and by retired
32 employees of any board of such city as retirement allowances pursuant to
33 K.S.A. 13-14,106, and amendments thereto, or pursuant to any charter
34 ordinance exempting a city from the provisions of K.S.A. 13-14,106, and
35 amendments thereto.

36 (x) For taxable years beginning after December 31, 1976, the amount
37 of the federal tentative jobs tax credit disallowance under the provisions of
38 26 U.S.C. § 280C. For taxable years ending after December 31, 1978, the
39 amount of the targeted jobs tax credit and work incentive credit
40 disallowances under 26 U.S.C. § 280C.

41 (xi) For taxable years beginning after December 31, 1986, dividend
42 income on stock issued by Kansas venture capital, inc.

43 (xii) For taxable years beginning after December 31, 1989, amounts

1 received by retired employees of a board of public utilities as pension and
2 retirement benefits pursuant to K.S.A. 13-1246, 13-1246a and 13-1249,
3 and amendments thereto.

4 (xiii) For taxable years beginning after December 31, 2004, amounts
5 contributed to and the amount of income earned on contributions deposited
6 to an individual development account under K.S.A. 74-50,201 et seq., and
7 amendments thereto.

8 (xiv) For all taxable years commencing after December 31, 1996, that
9 portion of any income of a bank organized under the laws of this state or
10 any other state, a national banking association organized under the laws of
11 the United States, an association organized under the savings and loan
12 code of this state or any other state, or a federal savings association
13 organized under the laws of the United States, for which an election as an
14 S corporation under subchapter S of the federal internal revenue code is in
15 effect, which accrues to the taxpayer who is a stockholder of such
16 corporation and which is not distributed to the stockholders as dividends of
17 the corporation. For taxable years beginning after December 31, 2012, and
18 ending before January 1, 2017, the amount of modification under this
19 subsection shall exclude the portion of income or loss reported on schedule
20 E and included on line 17 of the taxpayer's form 1040 federal individual
21 income tax return.

22 (xv) For all taxable years beginning after December 31, 2017, the
23 cumulative amounts not exceeding \$3,000, or \$6,000 for a married couple
24 filing a joint return, for each designated beneficiary that are contributed to:
25 (1) A family postsecondary education savings account established under
26 the Kansas postsecondary education savings program or a qualified tuition
27 program established and maintained by another state or agency or
28 instrumentality thereof pursuant to section 529 of the internal revenue
29 code of 1986, as amended, for the purpose of paying the qualified higher
30 education expenses of a designated beneficiary; or (2) an achieving a
31 better life experience (ABLE) account established under the Kansas ABLE
32 savings program or a qualified ABLE program established and maintained
33 by another state or agency or instrumentality thereof pursuant to section
34 529A of the internal revenue code of 1986, as amended, for the purpose of
35 saving private funds to support an individual with a disability. The terms
36 and phrases used in this paragraph shall have the meaning respectively
37 ascribed thereto by the provisions of K.S.A. 75-643 and 75-652, and
38 amendments thereto, and the provisions of such sections are hereby
39 incorporated by reference for all purposes thereof.

40 (xvi) For all taxable years beginning after December 31, 2004,
41 amounts received by taxpayers who are or were members of the armed
42 forces of the United States, including service in the Kansas army and air
43 national guard, as a recruitment, sign up or retention bonus received by

1 such taxpayer as an incentive to join, enlist or remain in the armed services
2 of the United States, including service in the Kansas army and air national
3 guard, and amounts received for repayment of educational or student loans
4 incurred by or obligated to such taxpayer and received by such taxpayer as
5 a result of such taxpayer's service in the armed forces of the United States,
6 including service in the Kansas army and air national guard.

7 (xvii) For all taxable years beginning after December 31, 2004,
8 amounts received by taxpayers who are eligible members of the Kansas
9 army and air national guard as a reimbursement pursuant to K.S.A. 48-
10 281, and amendments thereto, and amounts received for death benefits
11 pursuant to K.S.A. 48-282, and amendments thereto, to the extent that
12 such death benefits are included in federal adjusted gross income of the
13 taxpayer.

14 ~~(xviii) For the taxable year beginning after December 31, 2006,~~
15 ~~amounts received as benefits under the federal social security act which~~
16 ~~are included in federal adjusted gross income of a taxpayer with federal~~
17 ~~adjusted gross income of \$50,000 or less, whether such taxpayer's filing~~
18 ~~status is single, head of household, married filing separate or married filing~~
19 ~~jointly; and (A) For all taxable years beginning after December 31, 2007,~~
20 ~~and ending before January 1, 2027 {2024}, amounts received as benefits~~
21 ~~under the federal social security act which are included in federal adjusted~~
22 ~~gross income of a taxpayer with federal adjusted gross income of \$75,000~~
23 ~~or less, whether such taxpayer's filing status is single, head of household,~~
24 ~~married filing separate or married filing jointly.~~

25 ~~(B) For the taxable year beginning after December 31, 2023, and~~
26 ~~ending before January 1, 2025, a portion of amounts received as benefits~~
27 ~~under the federal social security act that are included in federal adjusted~~
28 ~~gross income of a taxpayer with federal adjusted gross income greater~~
29 ~~than \$75,000 and less than \$125,000, whether that taxpayer's filing status~~
30 ~~is single, head of household, married filing separate or married filing~~
31 ~~jointly, calculated as follows:~~

32 ~~(1) Subtract an amount equal to the federal adjusted gross income of~~
33 ~~that taxpayer from 125,000 (the result must be greater than zero);~~

34 ~~(2) divide the result of subparagraph (B)(1) by 50,000; and~~

35 ~~(3) multiply the result of subparagraph (B)(2) by the amount in~~
36 ~~dollars received as benefits under the federal social security act that are~~
37 ~~included in federal adjusted gross income of that taxpayer to determine~~
38 ~~the modification pursuant to this subparagraph.~~

39 ~~(C) For the taxable year beginning after December 31, 2024, and~~
40 ~~ending before January 1, 2026, a portion of amounts received as benefits~~
41 ~~under the federal social security act that are included in federal adjusted~~
42 ~~gross income of a taxpayer with federal adjusted gross income greater~~
43 ~~than \$75,000 and less than \$175,000, whether that taxpayer's filing status~~

1 ~~is single, head of household, married filing separate or married filing-~~
2 ~~jointly, calculated as follows:~~

3 ~~(1) Subtract an amount equal to the federal adjusted gross income of~~
4 ~~that taxpayer from 175,000 (the result must be greater than zero);~~

5 ~~(2) divide the result of subparagraph (C)(1) by 100,000; and~~

6 ~~(3) multiply the result of subparagraph (C)(2) by the amount in~~
7 ~~dollars received as benefits under the federal social security act that are~~
8 ~~included in federal adjusted gross income of that taxpayer to determine~~
9 ~~the modification pursuant to this subparagraph.~~

10 ~~(D) For the taxable year beginning after December 31, 2025, and~~
11 ~~ending before January 1, 2027, a portion of amounts received as benefits~~
12 ~~under the federal social security act that are included in federal adjusted~~
13 ~~gross income of a taxpayer with federal adjusted gross income greater~~
14 ~~than \$75,000 and less than \$275,000, whether that taxpayer's filing status~~
15 ~~is single, head of household, married filing separate or married filing-~~
16 ~~jointly, calculated as follows:~~

17 ~~(1) Subtract an amount equal to the federal adjusted gross income of~~
18 ~~that taxpayer from 275,000 (the result must be greater than zero);~~

19 ~~(2) divide the result of subparagraph (D)(1) by 200,000; and~~

20 ~~(3) multiply the result of subparagraph (D)(2) by the amount in~~
21 ~~dollars received as benefits under the federal social security act that are~~
22 ~~included in federal adjusted gross income of that taxpayer to determine~~
23 ~~the modification pursuant to this subparagraph.~~

24 ~~(E) For all taxable years beginning after December 31, 2026 {2023},~~
25 ~~amounts received as benefits under the federal social security act that are~~
26 ~~included in federal adjusted gross income of a taxpayer.~~

27 (xix) Amounts received by retired employees of Washburn university
28 as retirement and pension benefits under the university's retirement plan.

29 (xx) For taxable years beginning after December 31, 2012, and
30 ending before January 1, 2017, the amount of any: (1) Net profit from
31 business as determined under the federal internal revenue code and
32 reported from schedule C and on line 12 of the taxpayer's form 1040
33 federal individual income tax return; (2) net income, not including
34 guaranteed payments as defined in section 707(c) of the federal internal
35 revenue code and as reported to the taxpayer from federal schedule K-1,
36 (form 1065-B), in box 9, code F or as reported to the taxpayer from federal
37 schedule K-1, (form 1065) in box 4, from rental real estate, royalties,
38 partnerships, S corporations, estates, trusts, residual interest in real estate
39 mortgage investment conduits and net farm rental as determined under the
40 federal internal revenue code and reported from schedule E and on line 17
41 of the taxpayer's form 1040 federal individual income tax return; and (3)
42 net farm profit as determined under the federal internal revenue code and
43 reported from schedule F and on line 18 of the taxpayer's form 1040

1 federal income tax return; all to the extent included in the taxpayer's
2 federal adjusted gross income. For purposes of this subsection, references
3 to the federal form 1040 and federal schedule C, schedule E, and schedule
4 F, shall be to such form and schedules as they existed for tax year 2011
5 and as revised thereafter by the internal revenue service.

6 (xxi) For all taxable years beginning after December 31, 2013,
7 amounts equal to the unreimbursed travel, lodging and medical
8 expenditures directly incurred by a taxpayer while living, or a dependent
9 of the taxpayer while living, for the donation of one or more human organs
10 of the taxpayer, or a dependent of the taxpayer, to another person for
11 human organ transplantation. The expenses may be claimed as a
12 subtraction modification provided for in this section to the extent the
13 expenses are not already subtracted from the taxpayer's federal adjusted
14 gross income. In no circumstances shall the subtraction modification
15 provided for in this section for any individual, or a dependent, exceed
16 \$5,000. As used in this section, "human organ" means all or part of a liver,
17 pancreas, kidney, intestine, lung or bone marrow. The provisions of this
18 paragraph shall take effect on the day the secretary of revenue certifies to
19 the director of the budget that the cost for the department of revenue of
20 modifications to the automated tax system for the purpose of
21 implementing this paragraph will not exceed \$20,000.

22 (xxii) For taxable years beginning after December 31, 2012, and
23 ending before January 1, 2017, the amount of net gain from the sale of: (1)
24 Cattle and horses, regardless of age, held by the taxpayer for draft,
25 breeding, dairy or sporting purposes, and held by such taxpayer for 24
26 months or more from the date of acquisition; and (2) other livestock,
27 regardless of age, held by the taxpayer for draft, breeding, dairy or
28 sporting purposes, and held by such taxpayer for 12 months or more from
29 the date of acquisition. The subtraction from federal adjusted gross income
30 shall be limited to the amount of the additions recognized under the
31 provisions of subsection (b)(xix) attributable to the business in which the
32 livestock sold had been used. As used in this paragraph, the term
33 "livestock" shall not include poultry.

34 (xxiii) For all taxable years beginning after December 31, 2012,
35 amounts received under either the Overland Park, Kansas police
36 department retirement plan or the Overland Park, Kansas fire department
37 retirement plan, both as established by the city of Overland Park, pursuant
38 to the city's home rule authority.

39 (xxiv) For taxable years beginning after December 31, 2013, and
40 ending before January 1, 2017, the net gain from the sale from Christmas
41 trees grown in Kansas and held by the taxpayer for six years or more.

42 (xxv) For all taxable years commencing after December 31, 2020,
43 100% of global intangible low-taxed income under section 951A of the

1 federal internal revenue code of 1986, before any deductions allowed
2 under section 250(a)(1)(B) of such code.

3 (xxvi) For all taxable years commencing after December 31, 2020,
4 the amount disallowed as a deduction pursuant to section 163(j) of the
5 federal internal revenue code of 1986, as in effect on January 1, 2018.

6 (xxvii) For taxable years commencing after December 31, 2020, the
7 amount disallowed as a deduction pursuant to section 274 of the federal
8 internal revenue code of 1986 for meal expenditures shall be allowed to
9 the extent such expense was deductible for determining federal income tax
10 and was allowed and in effect on December 31, 2017.

11 (xxviii) For all taxable years beginning after December 31, 2021: (1)
12 The amount contributed to a first-time home buyer savings account
13 pursuant to K.S.A. 2023 Supp. 58-4903, and amendments thereto, in an
14 amount not to exceed \$3,000 for an individual or \$6,000 for a married
15 couple filing a joint return; or (2) amounts received as income earned from
16 assets in a first-time home buyer savings account.

17 (d) There shall be added to or subtracted from federal adjusted gross
18 income the taxpayer's share, as beneficiary of an estate or trust, of the
19 Kansas fiduciary adjustment determined under K.S.A. 79-32,135, and
20 amendments thereto.

21 (e) The amount of modifications required to be made under this
22 section by a partner which relates to items of income, gain, loss, deduction
23 or credit of a partnership shall be determined under K.S.A. 79-32,131, and
24 amendments thereto, to the extent that such items affect federal adjusted
25 gross income of the partner.

26 ~~Sec. 16.~~ **§17. On and after July 1, 2024,** }K.S.A. 2023 Supp. 79-
27 32,119 is hereby amended to read as follows: 79-32,119. (a) The Kansas
28 standard deduction of an individual, including a husband and wife who are
29 either both residents or who file a joint return as if both were residents,
30 shall be equal to the sum of the standard deduction amount allowed
31 pursuant to this section, and the additional standard deduction amount
32 allowed pursuant to this section for each such deduction allowable to such
33 individual or to such husband and wife under the federal internal revenue
34 code.

35 (b) For tax year 1998, and all tax years thereafter, the additional
36 standard deduction amount shall be as follows: Single individual and head
37 of household filing status, \$850; and married filing status, \$700.

38 ~~(c) (1) For tax year 2013 through tax year 2020, the standard~~
39 ~~deduction amount of an individual, including husband and wife who are~~
40 ~~either both residents or who file a joint return as if both were residents,~~
41 ~~shall be as follows: Single individual filing status, \$3,000; married filing~~
42 ~~status, \$7,500; and head of household filing status, \$5,500.~~

43 (2)—For tax year years 2021, and all tax years thereafter *through 2023,*

1 the standard deduction amount of an individual, including husband and
2 wife who are either both residents or who file a joint return as if both were
3 residents, shall be as follows: Single individual filing status, \$3,500;
4 married filing status, \$8,000; and head of household filing status, \$6,000.

5 (2) *For tax year 2024, and all tax years thereafter, the standard*
6 *deduction amount of an individual, including husband and wife who are*
7 *either both residents or who file a joint return as if both were residents,*
8 *shall be as follows: Single individual filing status, \$3,605; married filing*
9 *status, \$8,240; and head of household filing status, \$6,180.*

10 (3) *In the case of tax years 2025 and 2026, the amounts prescribed in*
11 *paragraph (2) and any subsequent changes pursuant to this paragraph*
12 *shall be increased by an amount equal to such amount multiplied by the*
13 *cost-of-living adjustment determined under section 1(f)(3) of the federal*
14 *internal revenue code for the calendar year in which the taxable year*
15 *commences. Any increase in the standard deduction provided by this*
16 *paragraph shall remain in effect unless further increased pursuant to this*
17 *paragraph. For tax years 2027 and 2028, and all tax years thereafter,*
18 *further increases shall be made only if authorized by legislative*
19 *enactment.*

20 (d) For purposes of this section, the federal standard deduction
21 allowable to a husband and wife filing separate Kansas income tax returns
22 shall be determined on the basis that separate federal returns were filed,
23 and the federal standard deduction of a husband and wife filing a joint
24 Kansas income tax return shall be determined on the basis that a joint
25 federal income tax return was filed.

26 **Sec. ~~17~~ 18.** **On and after July 1, 2024,** }K.S.A. 2023 Supp. 79-
27 32,121 is hereby amended to read as follows: 79-32,121. (a) *For tax year*
28 *2024, and all tax years thereafter,* an individual shall be allowed a Kansas
29 exemption of ~~\$2,250~~ \$2,320 for each exemption for which such individual
30 is entitled to a deduction for the taxable year for federal income tax
31 purposes.

32 (b) In addition to the exemptions provided in subsection (a), any
33 individual who has been honorably discharged from active service in any
34 branch of the armed forces of the United States and who is certified by the
35 United States department of veterans affairs or its successor to be in
36 receipt of disability compensation at the 100% rate, if the disability is
37 permanent and was sustained through military action or accident or
38 resulted from disease contracted while in such active service, such
39 individual shall be allowed an additional Kansas exemption ~~of \$2,250~~ *in*
40 *the amount prescribed in subsection (a) including any increases provided*
41 *for pursuant to subsection (c) for tax year ~~2023~~ 2024 and all tax years*
42 *thereafter.*

43 (c) *In the case of tax years 2025 and 2026, the amount prescribed in*

1 *subsection (a) and any subsequent changes pursuant to this subsection*
 2 *shall be increased by an amount equal to such amount multiplied by the*
 3 *cost-of-living adjustment determined under section 1(f)(3) of the federal*
 4 *internal revenue code for the calendar year in which the taxable year*
 5 *commences. Any increase in the personal exemption provided by this*
 6 *paragraph shall remain in effect unless further increased pursuant to this*
 7 *paragraph. For tax years 2027 and 2028, and all tax years thereafter,*
 8 *further increases shall be made only if authorized by legislative*
 9 *enactment.*

10 ~~Sec. 18.~~ **{19. On and after July 1, 2024, }** K.S.A. 2023 Supp. 79-
 11 3425i is hereby amended to read as follows: 79-3425i. On January 15 and
 12 July 15 of each year, the director of accounts and reports shall transfer a
 13 sum equal to the total taxes collected under the provisions of K.S.A. 79-
 14 6a04 and 79-6a10, and amendments thereto, and annual commercial
 15 vehicle fees collected pursuant to K.S.A. 8-143m, and amendments
 16 thereto, and credited to the state general fund during the six months next
 17 preceding the date of transfer, from the state general fund to the special
 18 city and county highway fund, created by K.S.A. 79-3425, and
 19 amendments thereto, except that: (1) Such transfers are subject to
 20 reduction under K.S.A. 75-6704, and amendments thereto; (2) no moneys
 21 shall be transferred from the state general fund to the special city and
 22 county highway fund during state fiscal year 2023, ~~state fiscal year or~~
 23 ~~2024 or state fiscal year 2025;~~ and (3) all transfers under this section shall
 24 be considered to be demand transfers from the state general fund.

25 **{Sec. 20. K.S.A. 2023 Supp. 79-3603 is hereby amended to read as**
 26 **follows: 79-3603. For the privilege of engaging in the business of**
 27 **selling tangible personal property at retail in this state or rendering or**
 28 **furnishing any of the services taxable under this act, there is hereby**
 29 **levied and there shall be collected and paid a tax at the rate of 6.5%.**
 30 **On and after January 1, 2023, 17% and on and after ~~January 1, 2025~~**
 31 **July 1, 2024, 18% of the tax rate imposed pursuant to this section and**
 32 **the rate provided in K.S.A. 2023 Supp. 79-3603d, and amendments**
 33 **thereto, shall be levied for the state highway fund, the state highway**
 34 **fund purposes and those purposes specified in K.S.A. 68-416, and**
 35 **amendments thereto, and all revenue collected and received from such**
 36 **tax levy shall be deposited in the state highway fund.**

37 **Within a redevelopment district established pursuant to K.S.A. 74-**
 38 **8921, and amendments thereto, there is hereby levied and there shall**
 39 **be collected and paid an additional tax at the rate of 2% until the**
 40 **earlier of the date the bonds issued to finance or refinance the**
 41 **redevelopment project have been paid in full or the final scheduled**
 42 **maturity of the first series of bonds issued to finance any part of the**
 43 **project.**

1 **Such tax shall be imposed upon:**

2 **(a) The gross receipts received from the sale of tangible personal**
3 **property at retail within this state;**

4 **(b) the gross receipts from intrastate, interstate or international**
5 **telecommunications services and any ancillary services sourced to this**
6 **state in accordance with K.S.A. 79-3673, and amendments thereto,**
7 **except that telecommunications service does not include: (1) Any**
8 **interstate or international 800 or 900 service; (2) any interstate or**
9 **international private communications service as defined in K.S.A. 79-**
10 **3673, and amendments thereto; (3) any value-added nonvoice data**
11 **service; (4) any telecommunication service to a provider of**
12 **telecommunication services which will be used to render**
13 **telecommunications services, including carrier access services; or (5)**
14 **any service or transaction defined in this section among entities**
15 **classified as members of an affiliated group as provided by section**
16 **1504 of the federal internal revenue code of 1986, as in effect on**
17 **January 1, 2001;**

18 **(c) the gross receipts from the sale or furnishing of gas, water,**
19 **electricity and heat, which sale is not otherwise exempt from taxation**
20 **under the provisions of this act, and whether furnished by municipally**
21 **or privately owned utilities, except that, on and after January 1, 2006,**
22 **for sales of gas, electricity and heat delivered through mains, lines or**
23 **pipes to residential premises for noncommercial use by the occupant**
24 **of such premises, and for agricultural use and also, for such use, all**
25 **sales of propane gas, the state rate shall be 0%; and for all sales of**
26 **propane gas, LP gas, coal, wood and other fuel sources for the**
27 **production of heat or lighting for noncommercial use of an occupant**
28 **of residential premises, the state rate shall be 0%, but such tax shall**
29 **not be levied and collected upon the gross receipts from: (1) The sale**
30 **of a rural water district benefit unit; (2) a water system impact fee,**
31 **system enhancement fee or similar fee collected by a water supplier as**
32 **a condition for establishing service; or (3) connection or reconnection**
33 **fees collected by a water supplier;**

34 **(d) the gross receipts from the sale of meals or drinks furnished at**
35 **any private club, drinking establishment, catered event, restaurant,**
36 **eating house, dining car, hotel, drugstore or other place where meals**
37 **or drinks are regularly sold to the public;**

38 **(e) the gross receipts from the sale of admissions to any place**
39 **providing amusement, entertainment or recreation services including**
40 **admissions to state, county, district and local fairs, but such tax shall**
41 **not be levied and collected upon the gross receipts received from sales**
42 **of admissions to any cultural and historical event which occurs**
43 **triennially;**

1 (f) the gross receipts from the operation of any coin-operated
2 device dispensing or providing tangible personal property, amusement
3 or other services except laundry services, whether automatic or
4 manually operated;

5 (g) the gross receipts from the service of renting of rooms by
6 hotels, as defined by K.S.A. 36-501, and amendments thereto, or by
7 accommodation brokers, as defined by K.S.A. 12-1692, and
8 amendments thereto, but such tax shall not be levied and collected
9 upon the gross receipts received from sales of such service to the
10 federal government and any agency, officer or employee thereof in
11 association with the performance of official government duties;

12 (h) the gross receipts from the service of renting or leasing of
13 tangible personal property except such tax shall not apply to the
14 renting or leasing of machinery, equipment or other personal property
15 owned by a city and purchased from the proceeds of industrial
16 revenue bonds issued prior to July 1, 1973, in accordance with the
17 provisions of K.S.A. 12-1740 through 12-1749, and amendments
18 thereto, and any city or lessee renting or leasing such machinery,
19 equipment or other personal property purchased with the proceeds of
20 such bonds who shall have paid a tax under the provisions of this
21 section upon sales made prior to July 1, 1973, shall be entitled to a
22 refund from the sales tax refund fund of all taxes paid thereon;

23 (i) the gross receipts from the rendering of dry cleaning, pressing,
24 dyeing and laundry services except laundry services rendered through
25 a coin-operated device whether automatic or manually operated;

26 (j) the gross receipts from the rendering of the services of
27 washing and washing and waxing of vehicles;

28 (k) the gross receipts from cable, community antennae and other
29 subscriber radio and television services;

30 (l) (1) except as otherwise provided by paragraph (2), the gross
31 receipts received from the sales of tangible personal property to all
32 contractors, subcontractors or repairmen for use by them in erecting
33 structures, or building on, or otherwise improving, altering, or
34 repairing real or personal property.

35 (2) Any such contractor, subcontractor or repairman who
36 maintains an inventory of such property both for sale at retail and for
37 use by them for the purposes described by paragraph (1) shall be
38 deemed a retailer with respect to purchases for and sales from such
39 inventory, except that the gross receipts received from any such sale,
40 other than a sale at retail, shall be equal to the total purchase price
41 paid for such property and the tax imposed thereon shall be paid by
42 the deemed retailer;

43 (m) the gross receipts received from fees and charges by public

1 and private clubs, drinking establishments, organizations and
2 businesses for participation in sports, games and other recreational
3 activities, but such tax shall not be levied and collected upon the gross
4 receipts received from: (1) Fees and charges by any political
5 subdivision, by any organization exempt from property taxation
6 pursuant to K.S.A. 79-201 *Ninth*, and amendments thereto, or by any
7 youth recreation organization exclusively providing services to
8 persons 18 years of age or younger which is exempt from federal
9 income taxation pursuant to section 501(c)(3) of the federal internal
10 revenue code of 1986, for participation in sports, games and other
11 recreational activities; and (2) entry fees and charges for participation
12 in a special event or tournament sanctioned by a national sporting
13 association to which spectators are charged an admission which is
14 taxable pursuant to subsection (e);

15 (n) the gross receipts received from dues charged by public and
16 private clubs, drinking establishments, organizations and businesses,
17 payment of which entitles a member to the use of facilities for
18 recreation or entertainment, but such tax shall not be levied and
19 collected upon the gross receipts received from: (1) Dues charged by
20 any organization exempt from property taxation pursuant to K.S.A.
21 79-201 *Eighth* and *Ninth*, and amendments thereto; and (2) sales of
22 memberships in a nonprofit organization which is exempt from
23 federal income taxation pursuant to section 501(c)(3) of the federal
24 internal revenue code of 1986, and whose purpose is to support the
25 operation of a nonprofit zoo;

26 (o) the gross receipts received from the isolated or occasional sale
27 of motor vehicles or trailers but not including: (1) The transfer of
28 motor vehicles or trailers by a person to a corporation or limited
29 liability company solely in exchange for stock securities or
30 membership interest in such corporation or limited liability company;
31 (2) the transfer of motor vehicles or trailers by one corporation or
32 limited liability company to another when all of the assets of such
33 corporation or limited liability company are transferred to such other
34 corporation or limited liability company; or (3) the sale of motor
35 vehicles or trailers which are subject to taxation pursuant to the
36 provisions of K.S.A. 79-5101 et seq., and amendments thereto, by an
37 immediate family member to another immediate family member. For
38 the purposes of paragraph (3), immediate family member means lineal
39 ascendants or descendants, and their spouses. Any amount of sales tax
40 paid pursuant to the Kansas retailers sales tax act on the isolated or
41 occasional sale of motor vehicles or trailers on and after July 1, 2004,
42 which the base for computing the tax was the value pursuant to K.S.A.
43 79-5105(a), (b)(1) and (b)(2), and amendments thereto, when such

1 amount was higher than the amount of sales tax which would have
2 been paid under the law as it existed on June 30, 2004, shall be
3 refunded to the taxpayer pursuant to the procedure prescribed by this
4 section. Such refund shall be in an amount equal to the difference
5 between the amount of sales tax paid by the taxpayer and the amount
6 of sales tax which would have been paid by the taxpayer under the law
7 as it existed on June 30, 2004. Each claim for a sales tax refund shall
8 be verified and submitted not later than six months from the effective
9 date of this act to the director of taxation upon forms furnished by the
10 director and shall be accompanied by any additional documentation
11 required by the director. The director shall review each claim and
12 shall refund that amount of tax paid as provided by this act. All such
13 refunds shall be paid from the sales tax refund fund, upon warrants of
14 the director of accounts and reports pursuant to vouchers approved
15 by the director of taxation or the director's designee. No refund for an
16 amount less than \$10 shall be paid pursuant to this act. In determining
17 the base for computing the tax on such isolated or occasional sale, the
18 fair market value of any motor vehicle or trailer traded in by the
19 purchaser to the seller may be deducted from the selling price;

20 (p) the gross receipts received for the service of installing or
21 applying tangible personal property which when installed or applied is
22 not being held for sale in the regular course of business, and whether
23 or not such tangible personal property when installed or applied
24 remains tangible personal property or becomes a part of real estate,
25 except that no tax shall be imposed upon the service of installing or
26 applying tangible personal property in connection with the original
27 construction of a building or facility, the original construction,
28 reconstruction, restoration, remodeling, renovation, repair or
29 replacement of a residence or the construction, reconstruction,
30 restoration, replacement or repair of a bridge or highway.

31 For the purposes of this subsection:

32 (1) "Original construction" means the first or initial construction
33 of a new building or facility. The term "original construction" shall
34 include the addition of an entire room or floor to any existing building
35 or facility, the completion of any unfinished portion of any existing
36 building or facility and the restoration, reconstruction or replacement
37 of a building, facility or utility structure damaged or destroyed by fire,
38 flood, tornado, lightning, explosion, windstorm, ice loading and
39 attendant winds, terrorism or earthquake, but such term, except with
40 regard to a residence, shall not include replacement, remodeling,
41 restoration, renovation or reconstruction under any other
42 circumstances;

43 (2) "building" means only those enclosures within which

1 individuals customarily are employed, or which are customarily used
2 to house machinery, equipment or other property, and including the
3 land improvements immediately surrounding such building;

4 (3) "facility" means a mill, plant, refinery, oil or gas well, water
5 well, feedlot or any conveyance, transmission or distribution line of
6 any cooperative, nonprofit, membership corporation organized under
7 or subject to the provisions of K.S.A. 17-4601 et seq., and amendments
8 thereto, or municipal or quasi-municipal corporation, including the
9 land improvements immediately surrounding such facility;

10 (4) "residence" means only those enclosures within which
11 individuals customarily live;

12 (5) "utility structure" means transmission and distribution lines
13 owned by an independent transmission company or cooperative, the
14 Kansas electric transmission authority or natural gas or electric
15 public utility; and

16 (6) "windstorm" means straight line winds of at least 80 miles per
17 hour as determined by a recognized meteorological reporting agency
18 or organization;

19 (q) the gross receipts received for the service of repairing,
20 servicing, altering or maintaining tangible personal property which
21 when such services are rendered is not being held for sale in the
22 regular course of business, and whether or not any tangible personal
23 property is transferred in connection therewith. The tax imposed by
24 this subsection shall be applicable to the services of repairing,
25 servicing, altering or maintaining an item of tangible personal
26 property which has been and is fastened to, connected with or built
27 into real property;

28 (r) the gross receipts from fees or charges made under service or
29 maintenance agreement contracts for services, charges for the
30 providing of which are taxable under the provisions of subsection (p)
31 or (q);

32 (s) on and after January 1, 2005, the gross receipts received from
33 the sale of prewritten computer software and the sale of the services of
34 modifying, altering, updating or maintaining prewritten computer
35 software, whether the prewritten computer software is installed or
36 delivered electronically by tangible storage media physically
37 transferred to the purchaser or by load and leave;

38 (t) the gross receipts received for telephone answering services;

39 (u) the gross receipts received from the sale of prepaid calling
40 service and prepaid wireless calling service as defined in K.S.A. 79-
41 3673, and amendments thereto;

42 (v) all sales of bingo cards, bingo faces and instant bingo tickets
43 by licensees under K.S.A. 75-5171 et seq., and amendments thereto,

1 shall be exempt from taxes imposed pursuant to this section;

2 (w) all sales of charitable raffle tickets in accordance with K.S.A.
3 75-5171 et seq., and amendments thereto, shall be exempt from taxes
4 imposed pursuant to this section; and

5 (x) commencing on January 1, 2023, and thereafter, the state rate
6 on the gross receipts from the sale of food and food ingredients shall
7 be as set forth in K.S.A. 2023 Supp. 79-3603d, and amendments
8 thereto.}

9 {Sec. 21. K.S.A. 2023 Supp. 79-3603d is hereby amended to read
10 as follows: 79-3603d. (a) There is hereby levied and there shall be
11 collected and paid a tax upon the gross receipts from the sale of food
12 and food ingredients. The rate of tax shall be as follows:

13 (1) Commencing on January 1, 2023, at the rate of 4%;

14 (2) commencing on January 1, 2024, at the rate of 2%; and

15 (3) commencing on ~~January 1, 2025~~ July 1, 2024, and thereafter, at
16 the rate of 0%.

17 (b) The provisions of this section shall not apply to prepared food
18 unless sold without eating utensils provided by the seller and
19 described below:

20 (1) Food sold by a seller whose proper primary NAICS
21 classification is manufacturing in sector 311, except subsector 3118
22 (bakeries);

23 (2) (A) food sold in an unheated state by weight or volume as a
24 single item; or

25 (B) only meat or seafood sold in an unheated state by weight or
26 volume as a single item;

27 (3) bakery items, including bread, rolls, buns, biscuits, bagels,
28 croissants, pastries, donuts, danish, cakes, tortes, pies, tarts, muffins,
29 bars, cookies and tortillas; or

30 (4) food sold that ordinarily requires additional cooking, as
31 opposed to just reheating, by the consumer prior to consumption.

32 (c) The provisions of this section shall be a part of and
33 supplemental to the Kansas retailers' sales tax act.}

34 {Sec. 22. K.S.A. 2023 Supp. 79-3620 is hereby amended to read as
35 follows: 79-3620. (a) All revenue collected or received by the director
36 of taxation from the taxes imposed by this act shall be remitted to the
37 state treasurer in accordance with the provisions of K.S.A. 75-4215,
38 and amendments thereto. Upon receipt of each such remittance, the
39 state treasurer shall deposit the entire amount in the state treasury,
40 less amounts withheld as provided in subsection (b) and amounts
41 credited as provided in subsections (c), (d) and (e), to the credit of the
42 state general fund.

43 (b) A refund fund, designated as "sales tax refund fund" not to

1 exceed \$100,000 shall be set apart and maintained by the director
2 from sales tax collections and estimated tax collections and held by the
3 state treasurer for prompt payment of all sales tax refunds. Such fund
4 shall be in such amount, within the limit set by this section, as the
5 director shall determine is necessary to meet current refunding
6 requirements under this act. In the event such fund as established by
7 this section is, at any time, insufficient to provide for the payment of
8 refunds due claimants thereof, the director shall certify the amount of
9 additional funds required to the director of accounts and reports who
10 shall promptly transfer the required amount from the state general
11 fund to the sales tax refund fund, and notify the state treasurer, who
12 shall make proper entry in the records.

13 (c) (1) On January 1, 2023, the state treasurer shall credit 17% of
14 the revenue collected and received from the tax imposed by K.S.A. 79-
15 3603, and amendments thereto, at the rates provided in K.S.A. 79-
16 3603, and amendments thereto, and K.S.A. 2023 Supp. 79-3603d, and
17 amendments thereto, and deposited as provided by subsection (a),
18 exclusive of amounts credited pursuant to subsection (d), in the state
19 highway fund.

20 (2) ~~On January 1, 2025~~ *July 1, 2024*, and thereafter, the state
21 treasurer shall credit 18% of the revenue collected and received from
22 the tax imposed by K.S.A. 79-3603, and amendments thereto, at the
23 rates provided in K.S.A. 79-3603, and amendments thereto, and
24 K.S.A. 2023 Supp. 79-3603d, and amendments thereto, and deposited
25 as provided by subsection (a), exclusive of amounts credited pursuant
26 to subsection (d), in the state highway fund.

27 (d) The state treasurer shall credit all revenue collected or
28 received from the tax imposed by K.S.A. 79-3603, and amendments
29 thereto, as certified by the director, from taxpayers doing business
30 within that portion of a STAR bond project district occupied by a
31 STAR bond project or taxpayers doing business with such entity
32 financed by a STAR bond project as defined in K.S.A. 12-17,162, and
33 amendments thereto, that was determined by the secretary of
34 commerce to be of statewide as well as local importance or will create
35 a major tourism area for the state or the project was designated as a
36 STAR bond project as defined in K.S.A. 12-17,162, and amendments
37 thereto, to the city bond finance fund, which fund is hereby created.
38 The provisions of this subsection shall expire when the total of all
39 amounts credited hereunder and under K.S.A. 79-3710(d), and
40 amendments thereto, is sufficient to retire the special obligation bonds
41 issued for the purpose of financing all or a portion of the costs of such
42 STAR bond project.

43 (e) All revenue certified by the director of taxation as having been

1 collected or received from the tax imposed by K.S.A. 79-3603(c), and
2 amendments thereto, on the sale or furnishing of gas, water, electricity
3 and heat for use or consumption within the intermodal facility district
4 described in this subsection, shall be credited by the state treasurer to
5 the state highway fund. Such revenue may be transferred by the
6 secretary of transportation to the rail service improvement fund
7 pursuant to law. The provisions of this subsection shall take effect
8 upon certification by the secretary of transportation that a notice to
9 proceed has been received for the construction of the improvements
10 within the intermodal facility district, but not later than December 31,
11 2010, and shall expire when the secretary of revenue determines that
12 the total of all amounts credited hereunder and pursuant to K.S.A. 79-
13 3710(e), and amendments thereto, is equal to \$53,300,000, but not
14 later than December 31, 2045. Thereafter, all revenues shall be
15 collected and distributed in accordance with applicable law. For all
16 tax reporting periods during which the provisions of this subsection
17 are in effect, none of the exemptions contained in K.S.A. 79-3601 et
18 seq., and amendments thereto, shall apply to the sale or furnishing of
19 any gas, water, electricity and heat for use or consumption within the
20 intermodal facility district. As used in this subsection, "intermodal
21 facility district" shall consist of an intermodal transportation area as
22 defined by K.S.A. 12-1770a(oo), and amendments thereto, located in
23 Johnson county within the polygonal-shaped area having Waverly
24 Road as the eastern boundary, 191st Street as the southern boundary,
25 Four Corners Road as the western boundary, and Highway 56 as the
26 northern boundary, and the polygonal-shaped area having Poplar
27 Road as the eastern boundary, 183rd Street as the southern boundary,
28 Waverly Road as the western boundary, and the BNSF mainline track
29 as the northern boundary, that includes capital investment in an
30 amount exceeding \$150 million for the construction of an intermodal
31 facility to handle the transfer, storage and distribution of freight
32 through railway and trucking operations.}

33 {Sec. 23. K.S.A. 2023 Supp. 79-3703 is hereby amended to read as
34 follows: 79-3703. (a) There is hereby levied and there shall be collected
35 from every person in this state a tax or excise for the privilege of
36 using, storing, or consuming within this state any article of tangible
37 personal property. Such tax shall be levied and collected in an amount
38 equal to the consideration paid by the taxpayer multiplied by the rate
39 of 6.5%.

40 (b) Commencing on January 1, 2023, and thereafter, the state
41 rate on the amount equal to the consideration paid by the taxpayer
42 from the sale of food and food ingredients as provided in K.S.A. 79-
43 3603, and amendments thereto, shall be as set forth in K.S.A. 2023

1 **Supp. 79-3603d, and amendments thereto.**

2 **(c) On and after January 1, 2023, 17% and on and after ~~January~~**
3 **~~1, 2025~~ July 1, 2024, 18% of the tax rate imposed pursuant to this**
4 **section and the rate provided in K.S.A. 2023 Supp. 79-3603d, and**
5 **amendments thereto, shall be levied for the state highway fund, the**
6 **state highway fund purposes and those purposes specified in K.S.A.**
7 **68-416, and amendments thereto, and all revenue collected and**
8 **received from such tax levy shall be deposited in the state highway**
9 **fund.**

10 **(d) Within a redevelopment district established pursuant to**
11 **K.S.A. 74-8921, and amendments thereto, there is hereby levied and**
12 **there shall be collected and paid an additional tax of 2% until the**
13 **earlier of: (1) The date the bonds issued to finance or refinance the**
14 **redevelopment project undertaken in the district have been paid in**
15 **full; or (2) the final scheduled maturity of the first series of bonds**
16 **issued to finance the redevelopment project.**

17 **(e) All property purchased or leased within or without this state**
18 **and subsequently used, stored or consumed in this state shall be**
19 **subject to the compensating tax if the same property or transaction**
20 **would have been subject to the Kansas retailers' sales tax had the**
21 **transaction been wholly within this state.}**

22 **{Sec. 24. K.S.A. 2023 Supp. 79-3710 is hereby amended to read as**
23 **follows: 79-3710. (a) All revenue collected or received by the director**
24 **under the provisions of this act shall be remitted to the state treasurer**
25 **in accordance with the provisions of K.S.A. 75-4215, and amendments**
26 **thereto. Upon receipt of each such remittance, the state treasurer shall**
27 **deposit the entire amount in the state treasury, less amounts set apart**
28 **as provided in subsection (b) and amounts credited as provided in**
29 **subsection (c), (d) and (e), to the credit of the state general fund.**

30 **(b) A revolving fund, designated as "compensating tax refund**
31 **fund" not to exceed \$10,000 shall be set apart and maintained by the**
32 **director from compensating tax collections and estimated tax**
33 **collections and held by the state treasurer for prompt payment of all**
34 **compensating tax refunds. Such fund shall be in such amount, within**
35 **the limit set by this section, as the director shall determine is necessary**
36 **to meet current refunding requirements under this act.**

37 **(c) (1) On January 1, 2023, the state treasurer shall credit 17% of**
38 **the revenue collected and received from the tax imposed by K.S.A. 79-**
39 **3703, and amendments thereto, at the rates provided in K.S.A. 79-**
40 **3703, and amendments thereto, and K.S.A. 2023 Supp. 79-3603d, and**
41 **amendments thereto, and deposited as provided by subsection (a),**
42 **exclusive of amounts credited pursuant to subsection (d), in the state**
43 **highway fund.**

1 (2) ~~On January 1, 2025~~ *July 1, 2024*, and thereafter, the state
2 treasurer shall credit 18% of the revenue collected and received from
3 the tax imposed by K.S.A. 79-3703, and amendments thereto, at the
4 rates provided in K.S.A. 79-3703, and amendments thereto, and
5 K.S.A. 2023 Supp. 79-3603d, and amendments thereto, and deposited
6 as provided by subsection (a), exclusive of amounts credited pursuant
7 to subsection (d), in the state highway fund.

8 (d) The state treasurer shall credit all revenue collected or
9 received from the tax imposed by K.S.A. 79-3703, and amendments
10 thereto, as certified by the director, from taxpayers doing business
11 within that portion of a redevelopment district occupied by a
12 redevelopment project that was determined by the secretary of
13 commerce to be of statewide as well as local importance or will create
14 a major tourism area for the state as defined in K.S.A. 12-1770a, and
15 amendments thereto, to the city bond finance fund created by K.S.A.
16 79-3620(d), and amendments thereto. The provisions of this subsection
17 shall expire when the total of all amounts credited hereunder and
18 under K.S.A. 79-3620(d), and amendments thereto, is sufficient to
19 retire the special obligation bonds issued for the purpose of financing
20 all or a portion of the costs of such redevelopment project.

21 This subsection shall not apply to a project designated as a special
22 bond project as defined in K.S.A. 12-1770a(z), and amendments
23 thereto.

24 (e) All revenue certified by the director of taxation as having been
25 collected or received from the tax imposed by K.S.A. 79-3603(c), and
26 amendments thereto, on the sale or furnishing of gas, water, electricity
27 and heat for use or consumption within the intermodal facility district
28 described in this subsection, shall be credited by the state treasurer to
29 the state highway fund. Such revenue may be transferred by the
30 secretary of transportation to the rail service improvement fund
31 pursuant to law. The provisions of this subsection shall take effect
32 upon certification by the secretary of transportation that a notice to
33 proceed has been received for the construction of the improvements
34 within the intermodal facility district, but not later than December 31,
35 2010, and shall expire when the secretary of revenue determines that
36 the total of all amounts credited hereunder and pursuant to K.S.A. 79-
37 3620(e), and amendments thereto, is equal to \$53,300,000, but not
38 later than December 31, 2045. Thereafter, all revenues shall be
39 collected and distributed in accordance with applicable law. For all
40 tax reporting periods during which the provisions of this subsection
41 are in effect, none of the exemptions contained in K.S.A. 79-3601 et
42 seq., and amendments thereto, shall apply to the sale or furnishing of
43 any gas, water, electricity and heat for use or consumption within the

1 intermodal facility district. As used in this subsection, "intermodal
2 facility district" shall consist of an intermodal transportation area as
3 defined by K.S.A. 12-1770a(oo), and amendments thereto, located in
4 Johnson county within the polygonal-shaped area having Waverly
5 Road as the eastern boundary, 191st Street as the southern boundary,
6 Four Corners Road as the western boundary, and Highway 56 as the
7 northern boundary, and the polygonal-shaped area having Poplar
8 Road as the eastern boundary, 183rd Street as the southern boundary,
9 Waverly Road as the western boundary, and the BNSF mainline track
10 as the northern boundary, that includes capital investment in an
11 amount exceeding \$150 million for the construction of an intermodal
12 facility to handle the transfer, storage and distribution of freight
13 through railway and trucking operations.}

14 {Sec. 25. K.S.A. 2023 Supp. 79-3603, 79-3603d, 79-3620, 79-3703
15 and 79-3710 are hereby repealed.}

16 Sec. ~~19~~ {26. On and after July 1, 2024, }K.S.A. 19-2694, 65-163j,
17 65-3306, 65-3327, 75-2556, 79-1107, 79-1108, 79-1479, 79-2960, 79-
18 2961, 79-2962, 79-2965, 79-2966 and 79-2967 and K.S.A. 2023 Supp. 72-
19 5142, 74-8768, 79-201x, 79-2959, 79-2964, 79-2988, 79-32,110, 79-
20 32,117, 79-32,119, 79-32,121 and 79-3425i are hereby repealed.

21 Sec. ~~20~~ {27.} This act shall take effect and be in force from and after
22 its publication in the ~~statute book~~ {Kansas register}.