AN ACT concerning taxation; relating to delinquent or unpaid taxes and
overpayment of taxes; pertaining to the rate of interest; amending
K.S.A. 79-2968 and repealing the existing section.

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

Section 1. K.S.A. 79-2968 is hereby amended to read as follows: 79-
2968. Except as otherwise specifically provided by law, whenever interest
is charged under any law of this state upon any delinquent or unpaid taxes
levied or imposed by the state of Kansas or any taxing subdivision
thereof, or whenever interest is allowed under any law of this state upon
any overpayment of taxes levied or imposed by the state of Kansas or any
taxing subdivision thereof, the rate thereof shall be: (a) One and one half
percent per month for any period prior to January 1, 1995, 1% per month
for the period commencing on January 1, 1995, and ending on December
31, 1997, and 1/12 of the annual rate prescribed in subsection (b)
thereafter, if computed monthly; and (b) eighteen percent per annum for
any period prior to January 1, 1995, 12% per annum for the period
commencing on January 1, 1995, and ending on December 31, 1997, and
for any period thereafter, the underpayment rate per annum prescribed
and determined under paragraph (2) of subsection (a) of section 6621,
without regard to subsection (c) thereof, of the federal internal revenue
code, as in effect on September 1, 1996, and which rate is in effect
thereunder on July 1 of the year immediately preceding the calendar year
for which the rate is being annually fixed hereunder, plus one percentage
point, if computed annually. Beginning on January 1, 2012, the rate
shall be as provided for under this section or 10% per annum, whichever
is greater.

In the event the interest rate prescribed under this section cannot be
determined by reference to section 6621 of the federal internal revenue
code, as in effect on September 1, 1996, the rate at which interest shall be
collected on underpayments shall be the rate prescribed by K.S.A. 16-
204, and amendments thereto, for interest on judgments for the applicable
period.

Sec. 2. K.S.A. 79-2968 is hereby repealed.

Sec. 3. This act shall take effect and be in force from and after its
publication in the statute book.