

3.2.2022

Testimony from Richard Risewick, Owner Jamboree Foods, locations in Norton, Hill City, Atwood, Oakley and Ness City, KS

Testimony for the Kansas House of Representatives Taxation Committee

Thank you, Chairman Smith, for allowing me this opportunity to provide a rural grocer perspective on this important piece of legislation. My grocery stores serve five communities in Kansas: Norton, Hill City, Atwood, Oakley and Ness City. In all five of these rural communities, we are the only grocery store in town and, as you know, grocery stores are a vital cog in the local economy.

Economic Impact of Jamboree Foods in rural Kansas:

- We employ over **100** Kansans, ranging in age from **16 80+**, for a total estimated annual payroll of **\$2.1** million.
- We paid over \$66,000 in state withholding taxes for these employees in 2021.
- We paid approximately \$75,000 in property taxes in 2021.
- We gave approximately \$80,000 to charitable causes in our five communities in 2021.

Other items to note:

- This will benefit the State of Kansas because we are currently losing sales tax dollars on non-food items as consumers are choosing to leave the state to purchase their groceries and, as a result, purchasing non-food items there, as well.
- Three of our stores are located close enough to Nebraska a 0% food sales tax state that we lose significant business to that state.
- We are essentially penalizing our consumers for shopping locally, by charging them an additional 6.5-8.5%.
- In 2020-2021, we have invested approximately \$400,000 in energy efficiency upgrades in our stores.
- Many of my rural peers have already closed their doors, essentially closing the door to the community.

Request:

- Please support HB 2720 and the movement to 0% state sales tax on food.
- Continue to shop local and support your local grocer!

Thank you.
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